

SERFF Tracking Number:	BNLA-125502191	State:	Arkansas
Filing Company:	Bankers Life and Casualty Company	State Tracking Number:	38659
Company Tracking Number:	L-19E		
TOI:	L09I Individual Life - Flexible Premium Adjustable Life	Sub-TOI:	L09I.101 External Indexed - Single Life
Product Name:	L-19E		
Project Name/Number:	Index Universal Life Policy/L-19E		

## Filing at a Glance

Company: Bankers Life and Casualty Company

Product Name: L-19E

SERFF Tr Num: BNLA-125502191 State: ArkansasLH

TOI: L09I Individual Life - Flexible Premium

SERFF Status: Closed

State Tr Num: 38659

Adjustable Life

Sub-TOI: L09I.101 External Indexed - Single  
Life

Co Tr Num: L-19E

State Status: Approved-Closed

Filing Type: Form

Co Status:

Reviewer(s): Linda Bird

Author: Dan Murphy

Disposition Date: 06/03/2008

Date Submitted: 04/11/2008

Disposition Status: Approved

Implementation Date Requested: On Approval

Implementation Date:

State Filing Description:

## General Information

Project Name: Index Universal Life Policy

Project Number: L-19E

Requested Filing Mode:

Explanation for Combination/Other:

Submission Type: New Submission

Overall Rate Impact:

Filing Status Changed: 06/03/2008

State Status Changed: 06/03/2008

Corresponding Filing Tracking Number:

Filing Description:

Phone: 1-800-621-3724

Status of Filing in Domicile: Pending

Date Approved in Domicile:

Domicile Status Comments:

Market Type: Individual

Group Market Size:

Group Market Type:

Deemer Date:

INSURANCE DEPARTMENT PERSONNEL

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Re: NAIC 233-61263 FEIN 36-0770740

#### Individual Life

L-19E Indexed Flexible Premium Adjustable Life Insurance Policy  
L-61A Primary Insured Term Insurance Rider  
L-61B Additional Insured Level Term Insurance Rider  
L-61C Waiver of Cost Insurance Rider  
L-61D Children's Level Term Insurance Rider  
L-61E Accelerated Benefit Rider For Terminal Illness  
L-17381-PTPC S&P 500 ® Index One-Year Point-To-Point Credit Option Endorsement with Cap Strategy  
L-17381-PTP S&P 500 ® Index One-Year Point-To-Point Credit Option Endorsement with Participation Rate Strategy  
L-17381-AVG S&P 500 ® Index One-Year Monthly Averaging Credit Option Endorsement with Participation Rate Strategy  
L-17381-FR Fixed Rate Credit Option Endorsement  
L-17380-DISC Disclosure Statement For Accelerated Benefit Rider for Terminal Illness, Form L-61E  
L-17380-CLAIM Statement of Effects of Accelerated Benefit on Policy Values and Benefits, Form L-61E

Dear Commissioner:

Enclosed please find the above noted forms for your review and approval. The above noted forms are new and do not replace any forms currently on file with your department.

The enclosed forms are for use in the individual marketplace for person-to-person solicitation by our licensed agents. The market for which the form is intended is for the general public.

Also enclosed are the actuarial demonstrations for the policy which show compliance with the Standard Nonforfeiture Law. Compliance with the Internal Revenue Code 7702 is accomplished through the guideline premium/corridor test.

#### POLICY

Policy Form L-19E is a nonparticipating, indexed universal life product, which provides life insurance coverage payable

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upon death of the Primary Insured while the policy is in force. Premiums may be divided between several different crediting options, some of which may participate in the performance of a market index, such as the S&P 500®.

Two death benefit options are available under the contract. Option A is the greater of the specified amount or the Total Accumulation Value multiplied by the applicable minimum death benefit multiple for the Insured's attained age. (based on the guideline premium test or the cash value accumulation test. Option B is the greater of the specified amount plus the Total Accumulation Value or the Total Accumulation Value multiplied by the applicable minimum death benefit multiple for the Insured's attained age (based on the guideline premium test or the cash value accumulation test.

The policy is available to issue ages 0-85. Form L-19E will be marketed with an illustration.

A Statement of Variability is attached, which explains all the variables of the bracketed information on Policy Form L-19E.

We plan to use previously approved application L-19300 with this policy.

## RIDERS

The below riders are for use with Policy Forms L-19E and other policies that may be filed at a later date.

Form L-61A is a Primary Insured term insurance rider. This rider provides additional term insurance coverage on the Primary Insured. There is a cost-of-insurance charge for this rider.

Form L-61B is an additional insured level term insurance rider. This rider provides level annually renewable term insurance coverage for an additional insured(s), who must be the spouse or business partners of the Primary Insured. There is a cost-of-insurance charge for this rider.

Form L-61C is a waiver of cost insurance rider. This rider waives the cost of insurance and cost of benefits or riders if the Primary is totally and continuously disabled. There is a cost-of-insurance charge for this rider.

Form L-61D is a children's level term insurance rider, which provide a level amount of term insurance on all the Primary

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Insured's children, age 15 days through age 18. This rider expires on the policy anniversary on which the Primary Insured has attained age 65. Insurance on any covered child terminates on the policy anniversary on which the child is age 23. There is a cost-of-insurance charge for this rider.

Form L-61E is an accelerated benefit rider, which allows the policy owner to accelerate a portion of the death benefits payable under the policy and the Primary Insured Term Life Insurance Rider, if rider is attached to the policy. The election to accelerate benefits is made by the policy owner once a duly licensed physician diagnoses the Primary Insured as being terminally ill with an expectation of death within 12 months or less from the date of certification. There is no cost-of-insurance charge for this rider.

Form L-17380-DISC is a disclosure statement for the Accelerated Benefit Rider that will be provided to the applicant at the time of application. Form L-17380-CLAIM is a Statement of Effects of Accelerated Benefit on Policy Values and Benefits, which will be provided to the owner at time of claim.

## CREDIT OPTION ENDORSEMENTS

The below endorsements are for use with Policy Forms L-19E and other indexed life policies that may be filed at a later date.

These endorsements provide for additional interest crediting options on the policy to which the endorsements are attached.

- Form L-17381-PTPC – S&P 500 ® Index One-Year Point-To-Point with Cap Strategy
- Form L-17381-PTP – S&P 500 ® Index One-Year Point-To-Point with Participation Rate Strategy
- Form L-17381-AVG – S&P 500 ® Index One-Year Monthly Averaging with Participation Rate Strategy
- Form L-17381-FR– Fixed Rate Crediting

We reserve the right to make any typographical corrections, or make minor revisions to the appearance of the forms due to printing constraints.

We have submitted these forms to our home state of Illinois and they are currently pending.

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These forms will be effective upon your approval. This filing does not contain any controversial or unusual items from normal company or industry standards. To the best of our knowledge, attached are any necessary fees and certifications as required by your state.

Thank you for your time and consideration on this filing. If you have any further questions regarding this filing, please feel free to contact me.

## Company and Contact

### Filing Contact Information

Dan Murphy, Compliance Administrator	d.murphy@banklife.com
222 Merchandise Mart Plaza	(312) 396-6134 [Phone]
Chicago, IL 60654-9988	(312) 396-5907[FAX]

### Filing Company Information

Bankers Life and Casualty Company	CoCode: 61263	State of Domicile: Illinois
222 Merchandise Mart Plaza	Group Code: 233	Company Type:
Chicago, IL 60654-9988	Group Name:	State ID Number:
(800) 621-3724 ext. [Phone]	FEIN Number: 36-0770740	
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## Filing Fees

Fee Required?	Yes
Fee Amount:	\$50.00
Retaliatory?	No
Fee Explanation:	\$50.00 per submission
Per Company:	No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Bankers Life and Casualty Company	\$50.00	04/11/2008	19479811

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## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Approved	Linda Bird	06/03/2008	06/03/2008

### Objection Letters and Response Letters

Objection Letters				Response Letters		
Status	Created By	Created On	Date Submitted	Responded By	Created On	Date Submitted
Pending Industry Response	Linda Bird	04/17/2008	04/17/2008	Dan Murphy	06/02/2008	06/02/2008

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<i>TOI:</i>	<i>L09I Individual Life - Flexible Premium Adjustable Life</i>	<i>Sub-TOI:</i>	<i>L09I.101 External Indexed - Single Life</i>
<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E</i>		

## Disposition

Disposition Date: 06/03/2008

Implementation Date:

Status: Approved

Comment:

Rate data does NOT apply to filing.

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Adjustable Life

Product Name: L-19E

Project Name/Number: Index Universal Life Policy/L-19E

Item Type	Item Name	Item Status	Public Access
Supporting Document	Certification/Notice		Yes
Supporting Document	Application		Yes
Supporting Document (revised)	Health - Actuarial Justification		No
Supporting Document	Health - Actuarial Justification		No
Supporting Document	Outline of Coverage		No
Supporting Document	Disclosure and Claim Information for L-61E		Yes
Supporting Document	Statement of Variability		Yes
Supporting Document	Certifications		Yes
Form	Primary Term Rider		Yes
Form	Additional Insured Rider		Yes
Form	Waiver of Cost		Yes
Form	Children's Term Rider		Yes
Form	Accelerated Death Benefit Rider		Yes
Form	PTPC Credit Option		Yes
Form	PTP Credit Option		Yes
Form	AVG Credit Option		Yes
Form	FR Credit Option		Yes
Form	Indexed Flexible Premium Adjustable Life Insurance Policy		Yes
Form	Benefit Summary and Disclosure		Yes



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Adjustable Life  
Product Name: L-19E  
Project Name/Number: Index Universal Life Policy/L-19E

## Objection Letter

Objection Letter Status Pending Industry Response  
Objection Letter Date 04/17/2008  
Submitted Date 04/17/2008  
Respond By Date  
Dear Dan Murphy,  
This will acknowledge receipt of the captioned filing.

### Objection 1

- Certification/Notice (Supporting Document)

Comment: Filings of "universal life" type contracts are subject to Regulation 34. Please assure us that you are in compliance with Regulation 34. If cost of insurance may be changed by the company subject to a maximum and/or accumulation rates may be changed by the company subject to a minimum, then the contract must comply with Bulletin 11-83.

External Indexed contracts are subject to the External Indexed Guidelines. Please furnish certification that this filing is in compliance with these guidelines and certifications required by these guidelines.

Please feel free to contact me if you have questions.

Sincerely,  
Linda Bird

## Response Letter

Response Letter Status Submitted to State  
Response Letter Date 06/02/2008  
Submitted Date 06/02/2008

Dear Linda Bird,

### Comments:

Thanks for your review and I apologize for not responding sooner. Please see our response below along new and revised forms.

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Company Tracking Number: L-19E

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Product Name: L-19E

Project Name/Number: Index Universal Life Policy/L-19E

## Response 1

Comments: The required certifications to show that we are in compliance with Regulation 34, Bulletin 11-83 and the External Indexed Guidelines are attached under the Supporting Documentation tab. We have also revised the originally submitted actuarial demonstration.

To comply with the contract summary requirement in the External Indexed Guidelines, we are filing, L-17433 Benefit Summary and Disclosure form for L-19E, which is attached under the Forms Tab. At initial release we only plan on offering the a fixed rate and monthly averaging option with the policy.

## Related Objection 1

Applies To:

- Certification/Notice (Supporting Document)

Comment:

Filings of "universal life" type contracts are subject to Regulation 34. Please assure us that you are in compliance with Regulation 34. If cost of insurnace may be changed by the company subject to a maximum and/or accumulation rates may be changed by the company subject to a minimum, then the contract must comply with Bulletin 11-83.

External Indexed contracts are subject to the External Indexed Guidelines. Please furnish certification that this filing is in compliance with these guidelines and certifications required by these guidelines.

## Changed Items:

### Supporting Document Schedule Item Changes

Satisfied -Name: Health - Actuarial Justification

Comment:

Satisfied -Name: Certifications

Comment:

### Form Schedule Item Changes

Form Name	Form Number	Edition Date	Form Type	Action	Action Specific Data	Readability Score	Attach Document
Benefit Summary and Disclosure	L-17433		Other	Initial			Copy of L-17433.pdf

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<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E</i>		

**No Rate/Rule Schedule items changed.**

I look forward to your continued review. If you have any additional questions, feel free to contact me.

Sincerely,  
Dan Murphy

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Company Tracking Number: L-19E

TOI: L09I Individual Life - Flexible Premium Sub-TOI: L09I.101 External Indexed - Single Life

Adjustable Life

Product Name: L-19E

Project Name/Number: Index Universal Life Policy/L-19E

## Form Schedule

Lead Form Number: L-19E

Review Status	Form Number	Form Type Form Name	Action	Action Specific Data	Readability	Attachment
	L-61A	Policy/Cont Primary Term Rider ract/Fratern al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial		62	L-61A.pdf
	L-61B	Policy/Cont Additional Insured ract/Fratern Rider al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial		61	L-61B.pdf
	L-61C	Policy/Cont Waiver of Cost ract/Fratern al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial		52	L-61C.pdf
	L-61D	Policy/Cont Children's Term ract/Fratern Rider al Certificate:	Initial		54	L-61D.pdf

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<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E Amendmen t, Insert Page, Endorseme nt or Rider</i>		
	L-61E Policy/Cont Accelerated Death ract/Fratern Benefit Rider al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial 56	L-61E.pdf
	L-17381-PTPC Policy/Cont PTPC Credit Option ract/Fratern al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial 57	L-17381-PTPC.pdf
	L-17381-PTP Policy/Cont PTP Credit Option ract/Fratern al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial 56	L-17381-PTP.pdf
	L-17381-AVG Policy/Cont AVG Credit Option ract/Fratern al Certificate: Amendmen	Initial 57	L-17381-AVG.pdf

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L-17381-FR	Policy/Cont FR Credit Option ract/Fratern al Certificate: Amendmen t, Insert Page, Endorseme nt or Rider	Initial	50	L-17381-FR.pdf
L-19E	Policy/Cont Indexed Flexible ract/Fratern Premium Adjustable al Life Insurance Policy Certificate	Initial	51	L-19E-AR.pdf
L-17433	Other Benefit Summary and Disclosure	Initial		Copy of L-17433.pdf



## **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

### **PRIMARY INSURED TERM INSURANCE RIDER**

#### **THIRTY DAY RIGHT TO RETURN THIS RIDER**

If the Owner isn't satisfied with this rider, he or she may return it to Us within 30 days after getting it. The Owner may return it to Us by mail or to the agent who sold it. We'll refund any premium paid. This rider will then be void.

#### **CONSIDERATION**

This rider is issued in consideration of the application and payment of its cost of insurance. The cost of insurance for this rider is payable at the same time and in the same manner as the cost of insurance of the policy.

#### **DEATH BENEFIT**

We will pay the Beneficiary the death benefit upon receipt of due proof of death of the Primary Insured while this rider is in force. The death benefit shall be the specified amount for this rider that is shown on the Policy Data Page less the excess, if any, of (a) over (b) or (c), where:

- (a) Is the Total Accumulation Value on the date of death times the Death Benefit Multiple shown on the Policy Data Page;
- (b) Is the Specified Amount, if Death Benefit A is shown on the Policy Data Page; and
- (c) Is the Specified Amount plus the Total Accumulation Value, if Death Benefit Option B is shown on the Policy Data Page.

#### **PRIMARY INSURED**

The Primary Insured is shown on the Policy Data Page of the policy.

#### **BENEFICIARY**

The Beneficiary of this benefit is the Owner of the policy unless otherwise amended.

#### **COST OF INSURANCE**

The cost of insurance is calculated as (a) multiplied by (b) where:

- (a) is the cost of insurance rate per \$1,000 for this rider;
- (b) is the death benefit at the beginning of the policy month, divided by 1,000.

#### **COST OF INSURANCE RATES**

The monthly cost of insurance rate for the death benefit is based on the Primary Insured's sex, age, and rate class on the effective date of this rider.

The monthly cost of insurance for any increase in this rider's death benefit is based on the Primary Insured's sex, Attained Age and rate class on the date of change.

Attained Age means age on the prior policy anniversary.

The monthly guaranteed maximum cost of insurance rates for this rider are shown in the Policy Data Page. The guaranteed rates are based on the 2001 Commissioner's Standard Ordinary Mortality Table, age last birthday. We will determine the current monthly cost of insurance rates. The current monthly cost of insurance rates will not be greater than the guaranteed maximum monthly cost of insurance rates.



**MONTHLY DEDUCTION**

The monthly deduction is the monthly cost of insurance for this rider.

**CHANGE IN COVERAGE**

After the first Policy Year, the death benefit of the rider may be changed. Any change will be subject to the following conditions:

1. A written request must be submitted to Us.
2. For any increase, an application and evidence of insurability satisfactory to Us must be submitted.
3. The death benefit may not be decreased to less than \$50,000. The decrease will be applied first against any increases, beginning with the most recent, and then against the original amount.
4. For any increase, the first month's cost of insurance must be paid.

**VALUES**

This rider has no cash value, cash surrender value, or loan value.

**INCONTESTABILITY**

This rider will be incontestable after it has been in force for two (2) years from its date of issue.

For any benefit increase, the two (2) year period will begin on the effective date of the increase.

**SUICIDE**

If the Primary Insured commits suicide, while sane or insane, within two (2) years after the date of issue of this rider, the amount payable by Us will be limited to the cost of this rider.

If the Primary Insured commits suicide, while sane or insane, within two (2) years after the date of issue of an increase in the death benefit, the amount payable by Us will be limited to the cost of insurance for such increased amount.

**ERROR IN AGE AND/OR SEX**

If the Primary Insured's age and/or sex is misstated, the amount of the death benefit will be the amount which would have been purchased at the Primary Insured's correct age and/or sex by the most recent cost of insurance charge assessed prior to the date We receive proof of death.

**REINSTATEMENT**

If this rider is in force at the time the policy lapsed, it may only be reinstated if the policy is reinstated. The requirements for reinstatement of this rider are the same as those for reinstatement of the policy.

**NONPARTICIPATING**

This rider will not share in any of the Company's profits or surplus earnings.

**TERMINATION OF RIDER**

This rider will terminate on the earliest of the following dates:

1. When the policy terminates;
2. The monthly anniversary day on or next following receipt of a written request for termination; or
3. On the expiry date of the rider that is shown on the Policy Data Page under the Policy/Rider Benefit Schedule.

**GENERAL PROVISIONS**

This rider is made a part of this policy to which it is attached. All provisions of the policy, which are not inconsistent with this rider, apply to this rider.

**EFFECTIVE DATE**

This benefit is effective on the Policy Date, unless a different date is shown on a supplemental Policy Data Page.

Signed for Bankers Life and Casualty Company by

{ Karl W. Kiliy }

Secretary

{ J. M. A. }

President

## **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

### **ADDITIONAL INSURED LEVEL TERM INSURANCE RIDER**

#### **THIRTY DAY RIGHT TO RETURN THIS RIDER**

If the Owner isn't satisfied with this rider, he or she may return it to Us within 30 days after getting it. The Owner may return it to Us by mail or to the agent who sold it. We'll refund any premium paid. This rider will then be void.

#### **CONSIDERATION**

This rider is issued in consideration of the application and payment of its cost of insurance. The cost of insurance for this rider is payable at the same time and in the same manner as the cost of insurance of the policy.

#### **DEATH BENEFIT**

The death benefit shall be the specified amount for this rider that is shown on the Policy Data Page under the Policy/Rider Benefit Schedule or any Supplemental Policy Data Page. We will pay the Beneficiary the death benefit upon receipt of due proof of death of the Additional Insured while this rider is in force.

#### **ADDITIONAL INSURED**

As used in this rider, the Additional Insured is the person who is named as such on the application for this rider.

#### **BENEFICIARY**

The Primary Insured will receive the death benefit of this rider upon death of the Additional Insured, unless the Owner has changed the Beneficiary.

#### **COST OF INSURANCE**

The cost of insurance is calculated as (a) multiplied by (b) where:

(a) is the cost of insurance rate per \$1,000 for this rider;

(b) is the death benefit at the beginning of the policy month, divided by 1,000.

#### **COST OF INSURANCE RATES**

The monthly cost of insurance rate for the death benefit is based on the Additional Insured's sex, age, and rate class on the effective date of this rider.

The monthly cost of insurance for any increase in this rider's death benefit is based on the Additional Insured's sex, Attained Age and rate class on the date of change.

Attained Age means age on the prior Policy Anniversary.

The monthly guaranteed maximum costs of insurance rates for this rider are shown in the Policy Data Page. The guaranteed rates are based on the 2001 Commissioner's Standard Ordinary Mortality Table, age last birthday. We will determine the current monthly cost of insurance rates. The current monthly cost of insurance rates will not be greater than the guaranteed maximum monthly cost of insurance rates.

#### **MONTHLY DEDUCTION**

The monthly deduction is the monthly cost of insurance for this rider.

## **CHANGE IN COVERAGE**

After the first Policy Year, the death benefit of the rider may be changed. Any change will be subject to the following conditions:

1. A written request must be submitted to Us.
2. For any increase, an application and evidence of insurability satisfactory to Us must be submitted.
3. The death benefit may not be decreased to less than \$25,000. The decrease will be applied first against any increases, beginning with the most recent, and then against the original amount.
4. For any increase, the first month's cost of insurance must be paid.

## **CONVERSION**

Upon maturity of the policy or the death of the Primary Insured under the policy, the coverage under this rider may be converted. This right to convert shall be available for the next 90 days from the date of maturity of the policy or date of claim. The conversion will be made upon receipt of a written request and payment of the first premium on the new insurance. Evidence of insurability is not required for conversion. Conversion may be to any plan of insurance, except term, then in effect and approved by Us as available for conversion. The amount of insurance converted may be for any amount up to the maximum allowed, which is equal to the death benefit of this rider. The premium rate for the new policy will be the rate in effect on the conversion date. The rate will be based on the Additional Insured's Attained Age on the conversion date and the sex and rate class on the effective date of this rider.

All riders to the new policy are subject to state availability and underwriting requirements and may be included only with Our consent.

## **VALUES**

This rider has no cash value, cash surrender value, or loan value.

## **INCONTESTABILITY**

This rider will be incontestable after it has been in force for two (2) years from its date of issue.

For any benefit increase, the two (2) year period will begin on the effective date of the increase.

## **SUICIDE**

If the Additional Insured commits suicide, while sane or insane, within two (2) years after the date of issue of this rider, the amount payable by Us will be limited to the cost of this rider.

If the Additional Insured commits suicide, while sane or insane, within two (2) years after the date of issue of an increase in the death benefit, the amount payable by Us will be limited to the cost of insurance for such increased amount.

## **ERROR IN AGE AND/OR SEX**

If the Additional Insured's age and/or sex is misstated, the amount of the death benefit will be the amount which would have been purchased at the Additional Insured's correct age and/or sex by the most recent cost of insurance charge assessed prior to the date We receive proof of death.

## **NONPARTICIPATING**

This rider will not share in any of the Company's profits or surplus earnings.

## **TERMINATION OF RIDER**

This rider will terminate on the earliest of the following dates:

1. When the policy terminates;
2. The monthly anniversary day on or next following receipt of a written request for termination; or
3. On the expiry date of the rider that is shown on the Policy Data Page under the Policy/Rider Benefit Schedule.

**GENERAL PROVISIONS**

This rider is made a part of this policy to which it is attached. All provisions of the policy, which are not inconsistent with this rider, apply to this rider.

**EFFECTIVE DATE**

This benefit is effective on the Policy Date, unless a different date is shown on a supplemental Policy Data Page.

Signed for Bankers Life and Casualty Company by

{ Kael W Kildig }

Secretary

{ Jmtt R A }

President

## **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

### **WAIVER OF COST OF INSURANCE RIDER**

#### **THIRTY DAY RIGHT TO RETURN THIS RIDER**

If the Owner isn't satisfied with this rider, he or she may return it to Us within 30 days after getting it. The Owner may return it to Us by mail or to the agent who sold it. We'll refund any premium paid. This rider will then be void.

#### **CONSIDERATION**

This rider is issued in consideration of the application and payment of its cost of insurance. The cost of insurance for this rider is payable at the same time and in the same manner as the cost of insurance of the policy.

#### **DEFINITIONS**

"Injury" means bodily injury due solely to an accident. It includes all complications and all injuries resulting from the same accident. The accident must occur while the policy and this rider are in force. Any loss due to Injury must begin while the policy and this rider are in force.

"Sickness" means sickness or disease which first manifests itself while the policy and this rider are in force. Any loss due to Sickness must begin while the policy and this rider are in force.

"Total Disability" means disability resulting from Injury sustained or Sickness first manifesting itself while this rider is in force. It must prevent the Insured from engaging in an occupation for compensation or profit. In this rider, "total disability", "disability", and "disabled" mean the same thing. During the first 24 months of total disability, "occupation" means the Insured's occupation at the time disability began. After that period, "occupation" means any occupation for which the Insured is or becomes reasonably fitted by education, training or experience.

#### **BENEFITS**

We'll waive the monthly cost of insurance, the monthly extra premium rate for a special class rating, any Monthly Expense Charges for the policy and the monthly cost of any attached riders ("monthly cost"), if the Primary Insured has a Total Disability for at least 6 consecutive months.

At the time a claim for benefits is approved under this rider, We will:

- (a) waive the future monthly cost during the continued disability; and
- (b) credit to the accumulation account the monthly cost deducted during the period of the disability, but not for any period more than 6 months prior to the date the Company received notice of claim.

Waiving of the cost of insurance will be monthly. If a monthly cost is deducted that should have been waived, We'll credit such deduction to the accumulation account.

#### **COST OF THIS RIDER**

The cost of this rider is shown on the Policy Data Page under the Rider Benefit Schedule.

## **EXCLUSIONS AND LIMITATIONS**

1. The monthly cost will not be waived during a period of Total Disability if:
  - (a) disability begins before the policy anniversary following the date the Insured becomes age 15;
  - (b) disability begins after the policy anniversary following the date the Insured becomes age 65;
  - (c) disability begins on or after the policy anniversary following the date the Insured becomes age 60, the premium will be waived to the policy anniversary following the date the Insured becomes age 65 or for up to 2 years, whichever is longer;
  - (d) the grace period of the policy ends before the date the disability begins; or
  - (e) disability is a result of:
    - 1) a Sickness or Injury that occurred before the effective date of this rider, unless the condition was shown in the application;
    - 2) intentional self-inflicted Injury;
    - 3) any act of war; or
    - 4) service in the armed forces of any country at war.

"War" means declared or undeclared war or act of war. "War" includes aggression by one or more countries resisted by or on orders of any country, combination of countries or international organization.

2. The specified amount of the policy may not be changed during a period of Total Disability.
3. If proof of loss was not given as soon as reasonably possible, We won't waive any premiums that become due more than 12 months before We receive written notice of claim at Our Home Office.

## **CLAIM REQUIREMENTS**

**NOTICE OF CLAIM:** We must receive a written notice of claim in Our Home Office within 1 year after Total Disability begins, or as soon as reasonably possible thereafter if there was legal incapacity.

**PROOF OF TOTAL DISABILITY:** We must receive a proof of claim while the Insured is alive and disabled. Proof of claim must show that:

1. the disability began before the end of the grace period of the policy;
2. waiver of premium is not excluded under "Exclusions and Limitations"; and
3. the disability has continued for 6 months.

**PROOF OF CONTINUANCE OF DISABILITY:** We have the right to require proof, from time to time during the Insured's disability, that the Insured is still disabled. After the premium has been waived for 2 years, We cannot require such proof more often than once a year. We may have the Insured examined at Our expense by one or more doctors of Our choice. If proof of continued disability is not given when requested, We'll stop waiving the premium. In such case, We will mail notice that We won't waive any further premiums.

**NOTICE OF CHANGE IN STATUS:** You must notify Us immediately if You are able to engage in an occupation for compensation or profit or if You return to work.

## **TERMINATION**

This rider will end on the earliest of the following dates:

1. when the policy ends;
2. the monthly anniversary day that falls on or next follows receipt of a written request for termination; or
3. the policy anniversary following the Insured's 65th birthday without prejudice to any then existing claim.

**GENERAL PROVISIONS**

This rider is made a part of this policy to which it is attached. All provisions of the policy, which are not inconsistent with this rider, apply to this rider.

This rider doesn't share in Our earnings. No dividends are payable.

**EFFECTIVE DATE**

This benefit is effective on the Policy Date, unless a different date is shown on a supplemental Policy Data Page.

Signed for Bankers Life and Casualty Company by

{ Kael W Kildig }

Secretary

{ Ant A }

President



## **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

### **CHILDREN'S LEVEL TERM INSURANCE RIDER**

#### **THIRTY DAY RIGHT TO RETURN THIS RIDER**

If the Owner isn't satisfied with this rider, he or she may return it to Us within 30 days after getting it. The Owner may return it to Us by mail or to the agent who sold it. We'll refund any premium paid. This rider will then be void.

#### **CONSIDERATION**

This rider is issued in consideration of the application and payment of its cost of insurance. The cost of insurance for this rider is payable at the same time and in the same manner as the cost of insurance of the policy.

#### **DEATH BENEFIT**

The death benefit shall be the specified amount for this rider that is shown on the Policy Data Page under the Policy/Rider Benefit Schedule or any Supplemental Policy Data Page. We will pay the Beneficiary the death benefit upon receipt of due proof of death of the insured child while this rider is in force.

#### **INSURED CHILD**

An insured child under this rider is:

1. Any child, stepchild or legally adopted child of the Primary Insured named in the application for this rider who is less than 19 years of age on the date of the application;
2. Any child born to the Primary Insured or the Primary Insured's marriage after the date of the application for this rider; and
3. Any child less than 19 years of age legally adopted by the Primary Insured after the date of application for this rider.

A child will not be an insured child and will not be covered before attaining the age of 15 days.

#### **PROTECTION PERIOD**

This rider's protection ends on the first of:

1. Termination of this rider (see Termination section); or
2. As to any insured child, the Policy Anniversary next following the insured child's 23<sup>rd</sup> birthday.

#### **BENEFICIARY**

The Primary Insured will receive the death benefit upon death of an insured child, unless the Owner has changed the Beneficiary.

#### **COST OF INSURANCE**

The monthly cost of insurance is calculated as (a) multiplied by (b) where:

- (a) Is the cost of insurance rate per \$1,000 for this rider;
- (b) Is the amount of this benefit at the beginning of the policy month, divided by 1,000.

#### **COST OF INSURANCE RATE**

The cost of insurance rates for this rider are shown on the Policy Data Page under the Policy/Rider Benefit Schedule.

## **MONTHLY DEDUCTION**

The monthly deduction is the monthly cost of insurance shown on the Policy Data Page under the Policy/Rider Benefit Schedule of the policy.

## **CONVERTIBILITY**

Any insurance under this rider may be exchanged for a policy on the life of the insured child on the earlier of:

1. The Policy Anniversary following the insured child's 23<sup>rd</sup> birthday; or
2. The Policy Anniversary following the Primary Insured's 65<sup>th</sup> birthday.

No evidence of insurability is required provided:

1. We receive written application and payment of the first premium for the policy no earlier than 90 days before nor later than 31 days after the date the conversion may be made as provided above; and
2. The policy death benefit is not more than five times the death benefit provided by this rider on the life of the insured child, subject to our minimum requirements for the plan selected.

Conversion may be to any plan of insurance, except term, then in effect and approved by Us as available for conversion. The premium rate for the new policy will be the rate in effect on the conversion date. The rate will be based on the insured child's attained age on the conversion date and on the sex and rate class on the effective date of this rider. The suicide and incontestability periods of the new policy will be measured from the Effective Date of this rider.

All riders to the new policy are subject to state availability and underwriting requirements and may be included only with Our consent.

## **CHANGE IN COVERAGE**

After the first Policy Year, the death benefit of the rider may be changed. Any change will be subject to the following conditions:

1. A written request must be submitted to Us.
2. The amount may not be changed to less than \$5,000.
3. For any increase, an application and evidence of insurability satisfactory to Us must be submitted.
4. Any decrease will first be applied to the most recent increase in amount. It then will be applied to other increases in the reverse order in which they occurred; then to the original amount.
5. For any increase, the first month's cost of insurance must be paid.

## **PAID-UP TERM INSURANCE**

Coverage under this rider will continue as paid up term insurance after the death of the Primary Insured, provided the Primary Insured dies:

1. While the policy and this rider are in force, and
2. Other than by suicide, if such death occurs within 2 years after the date of issue of the policy.

Paid-up term coverage will continue until the earliest of:

1. The Policy Anniversary following the insured child's 23<sup>rd</sup> birthday;
2. The coverage is converted per the terms of the Convertibility Provision; or
3. The receipt of a written request to terminate coverage.

## **INCONTESTABILITY**

This rider will be incontestable after it has been in force for two (2) years from the date of issue of this rider.

For any benefit increase, the two (2) year period will begin on the effective date of such increase.

**SUICIDE EXCLUSION**

The "Suicide" provision of the policy will apply to an insured child covered under this rider, except that the suicide period will begin on the date such insured child becomes covered under this rider.

If the Primary Insured commits suicide within the suicide period of the policy, the coverage under this rider for each insured child will be converted. Conversion may be to any plan of insurance, except term, then in effect and approved by Us as available for this conversion. The amount of the new policy will be equal to the amount of this benefit. The premium rate for the new policy will be the rate in effect on the conversion date. The rate will be based on the child's attained age on the conversion date and on the sex and rate class on the effective date of this rider.

**NONPARTICIPATING**

This rider will not share in any of the Company's profits or surplus earnings.

**VALUES**

This rider has no cash value, cash surrender value, or loan value.

**TERMINATION**

This rider will terminate on the earliest of the following dates:

1. the Policy Anniversary on which the Primary Insured is age 65;
2. the monthly anniversary day on or next following the receipt of a written request; or
3. when the policy terminates.

Insurance on any insured child will terminate on the Policy Anniversary on which the child is age 23.

**GENERAL PROVISIONS**

This rider is made a part of this policy to which it is attached. All provisions of the policy, which are not inconsistent with this rider, apply to this rider.

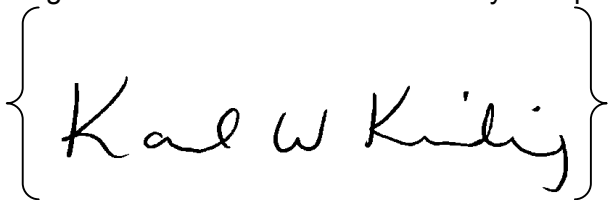
**EFFECTIVE DATE**

This benefit is effective on the Policy Date, unless a different date is shown on a supplemental Policy Data Page.

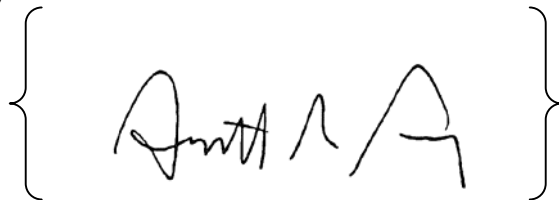
The effective date of any increase will be the monthly anniversary day on or next following the date the application for the increase is approved.

The effective date of any decrease will be the monthly anniversary date on or next following the date the request is received by Us at Our Home Office.

Signed for Bankers Life and Casualty Company by



Secretary



President

**BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

## **ACCELERATED BENEFIT RIDER FOR TERMINAL ILLNESS**

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**Receipt of an accelerated benefit may be a taxable event. The Owner should consult his or her personal tax advisor.**

**The Cash Values and the Death Benefit will be reduced if the Owner receives an accelerated benefit.**

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Upon the Terminal Illness of the Primary Insured as defined below, the Owner may elect to accelerate a portion of the Primary Insured's Death Benefit in force under the policy and the Primary Insured Term Insurance Rider, if rider is attached to the policy.

The accelerated benefit will be paid:

1. Upon election of the Owner; and
2. In lieu of payment of the full Death Benefit of this policy and the Primary Insured Term Insurance Rider; and
3. Subject to the terms of this rider.

### **PRIMARY INSURED**

For purposes of this rider, the Primary Insured refers to the person covered under the individual life insurance policy and the Primary Insured Term Insurance Rider, if rider is attached to the policy. The Primary Insured is shown on the Policy Data Page of the policy.

### **QUALIFYING EVENT – TERMINAL ILLNESS**

An accelerated benefit can be elected under this rider only if the Primary Insured is diagnosed with a Terminal Illness. A Terminal Illness is an illness:

1. From which the Primary Insured is not expected to recover; and
2. From which the Primary Insured is expected to die within twelve months from the date of certification of a duly licensed physician.

Before payment of an accelerated benefit is made, we will require satisfactory proof that the Primary Insured's life expectancy is 12 months or less from the date of certification. Satisfactory proof will include, but is not limited to, the certification of a duly licensed physician. Physician does not include the Owner, the Primary Insured or a member of the Owner's or the Primary Insured's Immediate Families. Immediate Family means a person's parents; step-parents; grandparents; spouse; children (adopted, natural or step); siblings; grandchildren; or in-laws.

We reserve the right to obtain a second medical opinion at our expense.

## **BENEFITS**

Upon the Terminal Illness of the Primary Insured, the Owner may elect to accelerate the Death Benefit of the policy and Primary Insured Term Insurance Rider, if rider is attached to the policy. The maximum accelerated benefit will be the lesser of:

1. 75% of the Death Benefit of the policy and Primary Insured Term Insurance Rider; minus any outstanding policy loans, unpaid policy loan interest and any previously paid accelerated benefit amount; or
2. \$250,000.

We will pay the accelerated benefit amount in a lump sum or in a manner agreed to by the Owner and the Company. The minimum amount of any payment is \$500.00. Once this rider is exercised, at the Owner's request, We will provide a periodic report concerning the effect of this rider on policy and/or rider(s) values.

We will charge interest on the amount of the accelerated benefit amount. The interest accrues daily at an interest rate, which is not greater than the greatest of:

1. The yield on 90-day U.S. Treasury Bills as of the latest quote on such bills; or
2. The maximum adjustable loan interest rate allowed by law; or
3. 6%.

On the Policy Anniversary, the accrued interest will be added to the accelerated benefit amount and bear interest at the rate then in effect. Additional interest will not accrue if the accelerated benefit amount plus accrued interest equals the policy and/or rider(s) Death Benefit less any debt. At such time, the policy will terminate.

The accelerated benefit amount plus accrued interest will be treated as a lien against the policy values and policy and/or rider(s) Death Benefit. Access to the Cash Surrender Value of the policy through policy loans, partial surrenders or full surrender is limited to the excess of the Cash Surrender Value over the Primary Insured's accelerated benefit amount and the accrued interest on the accelerated benefit amount. Death Benefit, as defined in the policy or rider, will be reduced by the amount of the accelerated benefit amount plus accrued interest. If a Primary Insured Term Insurance Rider is attached to the policy, the Death Benefit of the policy and the Primary Insured Term Insurance Rider will be reduced on a pro-rata basis.

Except for the Primary Insured Term Insurance Rider which may be affected by any benefit paid under this rider, benefits payable under other riders attached to this policy are not affected by any benefit paid under this rider.

## **CONDITIONS**

The payment of any accelerated benefit is subject to the following conditions:

1. The policy and rider(s) must be in force.
2. Any irrevocable beneficiary and/or assignee must approve the payment of an accelerated benefit.
3. If there is more than one accelerated benefit rider attached to the policy, the Owner can only receive accelerated benefit under one accelerated benefit at a time.
4. We reserve the right to set a maximum amount that we will pay under this and any other accelerated benefit rider on the life of the Primary Insured. If we do so, it will be no less than \$250,000.
5. This rider is not meant to cause the Owner to involuntarily access proceeds ultimately payable to the Beneficiary. Therefore, the accelerated benefit will not be paid if:
  - a. The Owner is required by law to use this benefit to meet the claims of creditors, whether in bankruptcy or otherwise; or
  - b. The Owner is required by a government agency to use this benefit in order to apply for, obtain, or otherwise keep a government benefit or entitlement.

## NOTICE OF CLAIM

To exercise the accelerated benefit, the policy and rider(s) must be in force and written notice of claim must be submitted to Us at Our Home Office. Written notice of claim must include certification of a licensed physician that the insured person's life expectancy is 12 months or less from the date of certification. We will pay the accelerated benefit upon our acceptance of proof.

## TERMINATION

This rider will terminate on the earliest of:

1. The date the policy terminates; or
2. The date we receive the Owner's Written Request to terminate this rider; or
3. The date that the accelerated benefit plus accrued interest equals the policy or rider(s) Death Benefit less any debt.

## COST OF RIDER

There is no charge for this rider.

## REINSTATEMENT

If this rider is in force at the time the policy lapsed, it may only be reinstated if the policy is reinstated. The requirements for reinstatement of this rider are the same as those for reinstatement of the policy.

This rider is subject to all terms of the policy to which it is attached.

## EFFECTIVE DATE

This benefit will be effective on the Policy Date, unless a different date is shown on a supplemental Policy Data Page.

Signed for Bankers Life and Casualty Company by

{ Kael W Kildig }

Secretary

{ Jmtt N A }

President

# **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

## **S&P 500® INDEX ONE-YEAR POINT-TO-POINT CREDIT OPTION ENDORSEMENT WITH CAP STRATEGY**

### **THE ENDORSEMENT**

This endorsement establishes the S&P 500® Index One-Year Point-To-Point Credit Option with Cap Strategy for the policy to which it is attached. If the endorsement and policy define the same term, the definition contained in this endorsement will apply. The terms of the endorsement apply once the Owner allocates the Short Term Accumulation Value or Transfers into this credit option. The Short-Term Accumulation Value, Transfers and renewals will be applied on the Allocation Date, as defined below.

### **POLICY**

For purposes of this endorsement, policy refers to the individual life insurance contract.

### **ALLOCATION DATE**

The Allocation Date is the first day of each Term Period. It is the date on which the allocation of the Short-Term Accumulation Value, Transfer or renewal into this credit option can be made.

### **CREDIT OPTION ALLOCATION**

The Short-Term Accumulation Value is allocated to credit options according to your allocation request, as shown on the Policy Data Page.

### **INDEX CREDITING RATE**

The index crediting rate for this credit option will be the lesser of (A) and (B) as determined below, but not less than 1.00%:

(A) equals:

- Index Value at the end of the Term Period;
- Divided by the Index Value on the Allocation Date;
- minus one.

(B) equals:

- The Annual Index Cap.

### **ANNUAL INDEX CAP**

The Annual Index Cap is an annual rate declared by Us for each Term Period under this credit option, used in the calculation of index credits for this credit option. We may declare a new Annual Index Cap on or before each Allocation Date, and it will remain unchanged during the Term Period. The Minimum Annual Index Cap is shown on the Policy Data Page.

### **INDEX CREDITS**

We will calculate an index credit for each credit option and it will be added to the credit option accumulation value only at the end of each Term Period. The index credit to be credited will be equal to the associated portion of the credit option accumulation value less a pro-rata share of any Indebtedness of the policy at the end of the Term Period, before any index credit is applied, multiplied by the index crediting rate.

## **INDEX**

The index for this credit option is the S&P 500® Index. The S&P 500® Index does not reflect dividends paid on the stocks underlying the index.

If: a) the publication of the S&P 500® Index is discontinued; or b) the calculation of the S&P 500® Index is changed substantially, then We will, once approved by Insurance Department in the state the policy was issued, substitute another widely published index. We will notify You of the change. The credit option for the new index will have a corresponding Annual Index Cap.

## **INDEX VALUE**

The Index Value will be the closing value of the S&P 500® Index on a specified date. If the Index Value is not available for such date, the Index Value used for that date will be the Index Value on the first preceding trading day for which it is available.

## **TERM PERIOD**

The Term Period is equal to 12 consecutive months, following the Allocation Date. It is used to measure any percentage change in the index. The initial Term Period begins on the initial Allocation Date. Each subsequent Term Period for this credit option begins immediately after the conclusion of the prior Term Period. The Allocation Date for each Term Period is the first day of that Term Period.

## **TRANSFERS AND RENEWALS**

You may request a Transfer into this credit option from another credit option, subject to any limitations stated in that or this credit option endorsement. The Transfer will be processed at the end of the last day of the Term Period of the credit option from which the Transfer is to be made. Transfers into this credit option are not allowed during the Term Period of this credit option. Transfers are not allowed if the Term Period would expire after the Maturity Date.

You may request a Transfer to another credit option, subject to any limitations stated in that credit option endorsement. Our Home Office must receive Your request to Transfer from this credit option at least seven (7) days prior to the end of the Term Period. The Transfer will be processed at the end of the last day of the Term Period. Transfers are not allowed during the Term Period.

If a Transfer to another credit option is not requested, We will establish a new Term Period. The new Term Period will begin on the Allocation Date and will have a new corresponding Annual Index Cap. If the Term Period is no longer available or the Term Period would extend beyond the Maturity Date, then the credit option accumulation value will be transferred to the Fixed Credit Rate Option.

## **TERMINATION OF ENDORSEMENT**

We may cease to accept Transfers or renewals into this credit option. We may terminate this endorsement at any time. Upon termination, You cannot allocate any Transfers or renewals to this credit option. Unless Notified by You prior to the endorsement's termination date, the accumulation value of this credit option will be transferred to the Fixed Rate Credit Option.

## **GENERAL**

This endorsement takes effect and ends with the policy to which it is attached. Nothing contained in this endorsement will be held to change, waive or extend any provisions of the policy except as stated.

{ Karl W. Kiliy }

**Secretary**



# **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

## **S&P 500® INDEX ONE-YEAR POINT-TO-POINT CREDIT OPTION ENDORSEMENT WITH PARTICIPATION RATE STRATEGY**

### **THE ENDORSEMENT**

This endorsement establishes the S&P 500® Index One-Year Point-To-Point Credit Option with Participation Rate Strategy for the policy to which it is attached. If the endorsement and policy define the same term, the definition contained in this endorsement will apply. The terms of the endorsement apply once the Owner allocates the Short Term Accumulation Value or Transfers into this credit option. The Short Term Accumulation Value, Transfers and renewals will be applied on the Allocation Date, as defined below.

### **POLICY**

For purposes of this endorsement, policy refers to the individual life insurance contract.

### **ALLOCATION DATE**

The Allocation Date is the first day of each Term Period. It is the date on which the allocation of the Short-Term Accumulation Value, Transfer or renewal into this credit option can be made.

### **CREDIT OPTION ALLOCATION**

The Short-Term Accumulation Value is allocated to credit options according to Your allocation request, as shown on the Policy Data Page.

### **INDEX CREDITING RATE**

The index crediting rate for this credit option will be as follows, but not less than 1.00%:

- Index Value at the end of the Term Period;
- Divided by the Index Value on the Allocation Date;
- Minus one;
- Multiplied by the Participation Rate.

### **PARTICIPATION RATE**

The Participation Rate is a rate declared by Us for each Term Period under this credit option. The Participation Rate will be used in the calculation of the crediting rate for the Term Period. We may declare a new Participation Rate on or before each Allocation Date, and it will remain unchanged during the Term Period. The Minimum Participation Rate is shown on the Policy Data Page.

### **INDEX CREDITS**

We will calculate an index credit for each credit option and it will be added to the credit option accumulation value only at the end of each Term Period. The index credit to be credited will be equal to the associated portion of the credit option accumulation value less a pro-rata share of any Indebtedness of the policy at the end of the Term Period, before any index credit is applied, multiplied by the index crediting rate.

## INDEX

The index for this credit option is the S&P 500® Index. The S&P 500® Index does not reflect dividends paid on the stocks underlying the index.

If: a) the publication of the S&P 500® Index is discontinued; or b) the calculation of the S&P 500® Index is changed substantially, then We will, once approved by Insurance Department in the state the policy was issued, substitute another widely published index. We will notify You of the change. The credit option for the new index will have a corresponding Participation Rate.

## INDEX VALUE

The Index Value will be the closing value of the S&P 500® Index on a specified date. If the Index Value is not available for such date, the Index Value used for that date will be the Index Value on the first preceding trading day for which it is available.

## TERM PERIOD

The Term Period is equal to 12 consecutive months, following the Allocation Date. It is used to measure any percentage change in the index. The initial Term Period begins on the initial Allocation Date. Each subsequent Term Period for this credit option begins immediately after the conclusion of the prior Term Period. The Allocation Date for each Term Period is the first day of that Term Period.

## TRANSFERS AND RENEWALS

You may request a Transfer into this credit option from another credit option, subject to any limitations stated in that or this credit option endorsement. The Transfer will be processed at the end of the last day of the Term Period of the credit option from which the Transfer is to be made. Transfers into this credit option are not allowed during the Term Period of this credit option. Transfers are not allowed if the Term Period would expire after the Maturity Date.

You may request a Transfer to another credit option, subject to any limitations stated in that credit option endorsement. Our Home Office must receive Your request to Transfer from this credit option at least seven (7) days prior to the end of the Term Period. The Transfer will be processed at the end of the last day of the Term Period. Transfers are not allowed during the Term Period.

If a Transfer to another credit option is not requested, We will establish a new Term Period. The new Term Period will begin on the Allocation Date and will have a new corresponding Participation Rate. If the Term Period is no longer available or the Term Period would extend beyond the Maturity Date, then the credit option accumulation value will be transferred to the Fixed Credit Rate Option.

## TERMINATION OF ENDORSEMENT

We may cease to accept Transfers or renewals into this credit option. We may terminate this endorsement at any time. Upon termination, You cannot allocate any Transfers or renewals to this credit option. Unless Notified by You prior to the endorsement's termination date, the accumulation value of this credit option will be transferred to the Fixed Rate Credit Option.

## GENERAL

This endorsement takes effect and ends with the policy to which it is attached. Nothing contained in this endorsement will be held to change, waive or extend any provisions of the policy except as stated.

{ *Karl W. Kiley* }

**Secretary**

# **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

## **S&P 500® INDEX ONE-YEAR MONTHLY AVERAGING CREDIT OPTION ENDORSEMENT WITH PARTICIPATION RATE STRATEGY**

### **THE ENDORSEMENT**

This endorsement establishes the S&P 500® Index One-Year Monthly Averaging Credit Option with Participation Rate Strategy for the policy to which it is attached. If the endorsement and policy define the same term, the definition contained in this endorsement will apply. The terms of the endorsement apply once the Owner allocates the Short-Term Accumulation Value or Transfers into this credit option. The Short-Term Accumulation Value, Transfers and renewals will be applied on the Allocation Date, as defined below.

### **POLICY**

For purposes of this endorsement, policy refers to the individual life insurance policy.

### **ALLOCATION DATE**

The Allocation Date is the first day of each Term Period. It is the date on which the allocation of the Short-Term Accumulation Value, Transfer or renewal into this credit option can be made.

### **CREDIT OPTION ALLOCATION**

The Short-Term Accumulation Value is allocated to credit options according to your allocation request, as shown on the Policy Data Page.

### **INDEX CREDITING RATE**

The index crediting rate for this credit option will be as follows, but not less than 1.00%:

- Index Average for the Term Period;
- Divided by the Index Value on the Allocation Date;
- Minus one;
- Multiplied by the Participation Rate.

### **PARTICIPATION RATE**

The Participation Rate is a rate declared by Us for each Term Period under this credit option. The Participation Rate will be used in the calculation of the crediting rate for the Term Period. We may declare a new Participation Rate on or before each Allocation Date, and it will remain unchanged during the Term Period. The Minimum Participation Rate is shown on the Policy Data Page.

### **INDEX CREDITS**

We will calculate an index credit for each credit option and it will be added to the credit option accumulation value only at the end of each Term Period. The index credit to be credited will be equal to the associated portion of the credit option accumulation value less a pro-rata share of any Indebtedness of the policy at the end of the Term Period, before any index credit is applied, multiplied by the index crediting rate.

## **INDEX**

The Index for this credit option is the S&P 500® Index. The S&P 500® Index does not reflect dividends paid on the stocks underlying the index.

If: a) the publication of the S&P 500® Index is discontinued; or b) the calculation of the S&P 500® Index is changed substantially, then We will, once approved by the Insurance Department in the state the Policy is issued, substitute another widely published index. We will notify You of the change. The credit option for the new index will have a corresponding Participation Rate.

## **INDEX VALUE**

The Index Value will be the closing value of the S&P 500® Index on a specified date. If the Index Value is not available for such date, the Index Value used for that date will be the Index Value on the first preceding trading day for which it is available.

## **INDEX AVERAGE**

Index Average is the average of the S&P 500® Index Value for the 12 Index Dates.

## **INDEX DATE**

Index Dates begin one month from the Allocation Date. The Index Dates occur on the same numbered day each succeeding month as the Allocation Date. If the same numbered day does not exist in a month, We will use the first preceding day that does exist. There are 12 Index Dates for each Term Period.

## **TERM PERIOD**

The Term Period is equal to 12 consecutive months, following the Allocation Date. It is used to measure any percentage change in the index. The initial Term Period begins on the initial Allocation Date. Each subsequent Term Period for this credit option begins immediately after the conclusion of the prior Term Period. The Allocation Date for each Term Period is the first day of that Term Period.

## **TRANSFERS AND RENEWALS**

You may request a Transfer into this credit option from another credit option, subject to any limitations stated in that or this credit option endorsement. The Transfer will be processed at the end of the last day of the Term Period of the credit option from which the Transfer is to be made. Transfers into this credit option are not allowed during the Term Period of this credit option. Transfers are not allowed if the Term Period would expire after the Maturity Date.

You may request a Transfer to another credit option, subject to any limitations stated in that credit option endorsement. Our Home Office must receive Your request to Transfer from this credit option at least seven (7) days prior to the end of the Term Period. The Transfer will be processed at the end of the last day of the Term Period. Transfers are not allowed during the Term Period.

If a Transfer to another credit option is not requested, We will establish a new Term Period. The new Term Period will begin on the Allocation Date and will have a new corresponding Participation Rate. If the Term Period is no longer available or the Term Period would extend beyond the Maturity Date, then the credit option accumulation value will be transferred to the Fixed Rate Credit Option.

## **TERMINATION OF ENDORSEMENT**

We may cease to accept Transfers or renewals into this credit option. We may terminate this endorsement at any time. Upon termination, You cannot allocate any Transfers or renewals to this credit option. Unless Notified by You prior to the endorsement's termination date, the accumulation value of this credit option will be transferred to the Fixed Rate Credit Option.

**GENERAL**

This endorsement takes effect and ends with the policy to which it is attached. Nothing contained in this endorsement will be held to change, waive or extend any provisions of the policy except as stated.

{ Karl W Kiliy }

**Secretary**

# **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

## **FIXED RATE CREDIT OPTION ENDORSEMENT**

### **THE ENDORSEMENT**

This endorsement establishes the Fixed Rate Credit Option for the policy to which it is attached. If the endorsement and policy define the same term, the definition contained in this endorsement will apply. The terms of the endorsement apply once the Owner allocates the Short-Term Accumulation Value or Transfers into this Credit Option.

### **POLICY**

For purposes of this Endorsement, policy refers to the individual life insurance policy.

### **INTEREST CREDITED**

The Guaranteed Minimum Interest Rate credited to this option is shown on the Policy Data Page. Additional interest, if any, paid over the guaranteed minimum interest rate will be in an amount and by a method determined by the company.

### **ALLOCATION DATE**

The Allocation Date is the first day of the Term Period. It is the date on which the allocation of the Short-Term Accumulation Value, Transfer or renewal into this credit option can be made. The Short-Term Accumulation Value is allocated based on the credit option allocations as shown on the Policy Data Page.

### **TRANSFERS AND RENEWALS**

The Owner may request a Transfer into this credit option from another credit option at any time, subject to any limitations stated in that or this credit option endorsement. The Transfer will be processed at the end of the last day of the Term Period of the credit option from which the Transfer is to be made. Transfers are not allowed if the Term Period would expire after the Maturity Date.

You may request a Transfer to another credit option, subject to any limitations stated in that credit option endorsement. Our Home Office must receive notification of Your request to Transfer from this credit option. The Transfer will be processed on the next Allocation Date.

### **GENERAL**

This endorsement takes effect and ends with the policy to which it is attached. Nothing contained in this Endorsement will be held to change, waive or extend any provisions of the policy except as stated.

{  }

Secretary

# **BANKERS LIFE AND CASUALTY COMPANY**

A Legal Reserve Stock Company – Chicago, Illinois

Home Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

Phone Number: [1-312-396-6000]

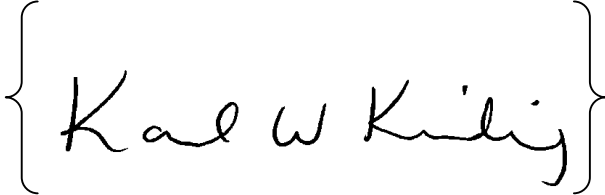
## **PLEASE READ YOUR POLICY CAREFULLY**

**This policy is a legal contract between the Owner and Bankers Life and Casualty Company.**

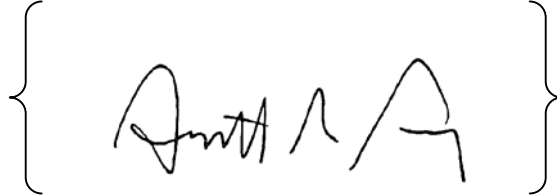
**Bankers Life and Casualty Company ("The Company")** will pay the Cash Surrender Value, if any, as defined herein to the Owner on the Maturity Date if the Primary Insured is living on that date. We will pay the Death Proceeds to the Beneficiary upon receipt at Our Home Office of due proof of death of the Primary Insured, while this policy is in force, subject to the terms of this policy.

All payments are subject to all of the provisions of this and the following pages of this policy signed at the Company's Home Office, Chicago, Illinois. This policy is issued in consideration of the application and payment of the initial premium.

Signed for Bankers Life and Casualty Company by



Secretary



President

## **NOTICE OF 30 DAY RIGHT TO EXAMINE THE POLICY**

Please carefully review this policy and the attached application. If You are dissatisfied for any reason, this policy can be cancelled by You by delivering or mailing the policy to the Home Office or to the insurance agent who sold it before midnight of the thirtieth day after receipt of such policy to the applicant. Upon such delivery or mailing, the policy shall be void from the beginning. Return of the policy by mail is effective if postmarked, properly addressed and postage is prepaid. We will refund all premiums paid for this policy within twenty days after We receive the returned policy in Our Home Office.

**WHILE THE VALUES OF THIS POLICY MAY BE AFFECTED BY AN EXTERNAL INDEX, THIS POLICY DOES NOT PARTICIPATE IN ANY STOCK OR EQUITY INVESTMENTS.**

**INDEXED FLEXIBLE PREMIUM ADJUSTABLE LIFE INSURANCE ADJUSTABLE DEATH BENEFIT WITH INDEXED FEATURE. DEATH PROCEEDS PAYABLE AT DEATH OF PRIMARY INSURED PRIOR TO THE MATURITY DATE. FLEXIBLE PREMIUMS PAYABLE DURING THE LIFETIME OF THE PRIMARY INSURED UNTIL THE MATURITY DATE. THIS POLICY IS NONPARTICIPATING.**

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**POLICY DATA PAGE**

PRIMARY INSURED: <b>[JOHN D. DOE]</b>	POLICY NUMBER: <b>[123456789]</b>
ISSUE AGE/SEX: <b>[ 35 ] / [MALE]</b>	ISSUE DATE: <b>[March 1, 2008]</b>
CLASS OF RISK: <b>[ Standard Non-Tobacco]</b>	INITIAL PREMIUM: <b>[\$918.00]</b>
INITIAL SPECIFIED AMOUNT: <b>[\$100,000]</b>	PLANNED PERIODIC PREMIUM: <b>[\$918.00]</b>
DEATH BENEFIT OPTION: <b>[ A ]</b>	PREMIUM FREQUENCY: <b>[Annual]</b>
POLICY DATE: <b>[March 1, 2008]</b>	MINIMUM ANNUAL PREMIUM: <b>[\$510.00]</b>
MATURITY DATE: <b>[March 1, 2094]</b>	TARGET ANNUAL PREMIUM: <b>[\$918.00]</b>
LOAN INTEREST RATE ANNUALLY PAYABLE IN ARREARS: <b>6.54</b>	GUARANTEED MINIMUM INTEREST RATE: 1.00%

Index Credit Enhancement: [ 0.25%] after the [15<sup>th</sup>] Policy Anniversary

Fixed Rate Credit Option Enhancement: [0.25%] after the [15<sup>th</sup>] Policy Anniversary

**GUARANTEED MAXIMUM CHARGES:**

\*PREMIUM EXPENSE CHARGES: [5.00%] of the premiums paid to Us up to the target Annual premium and [5.0%] of the premiums paid to Us in excess of the target annual premium.

\*ADMINISTRATIVE CHARGES:

Monthly Administrative Fee Per Policy:  
All Years – [\$8] per Policy per month

Monthly Administrative Fee Per \$1000 Specified Amount:  
All Policy Years: [\$ 16.91667] per Month

\*At Our discretion, We may charge a lower rate than the guaranteed maximum expense charges.

**IT IS POSSIBLE THAT COVERAGE WILL TERMINATE PRIOR TO THE MATURITY DATE IF PREMIUMS PAID AND INTEREST CREDITED ARE NOT SUFFICIENT TO CONTINUE COVERAGE TO SUCH DATE. IT IS ALSO POSSIBLE THERE COULD BE LITTLE OR NO CASH SURRENDER VALUE TO BE PAID UPON THE MATURITY DATE.**

**POLICY DATA PAGE (continued)**

**TABLE OF SURRENDER CHARGES**

<b>Year</b>	<b>Surrender Charge</b>
1	\$3,317.40
2	3,177.46
3	3,039.98
4	2,905.04
5	2,772.72
6	2,567.48
7	2,367.99
8	2,174.31
9	1,844.64
10	1,665.93
11	1,376.55
12	1,159.20
13	917.70
14	579.60
15	241.50
16+	0.00

**POLICY DATA PAGE (continued)**

**CREDIT OPTIONS**

<b>Credit Option Name</b>	<b>Guarantees</b>
Option 1 –Fixed Rate	Fixed Interest Rate Minimum: 1.00%
Option 2 – S&P 500® Index One-Year Point-To-Point with Cap Strategy	Minimum Cap Rate [3%]
Option 3 – S&P 500® Index One-Year Point-To-Point with Participation Rate Strategy	Minimum Participation Rate [10%]
Option4– S&P 500® Index One-Year Monthly Averaging with Participation Rate Strategy	Minimum Participation Rate: [10%]

<b>Allocation Percentage</b>	<b>Credit Option Name</b>
[0%]	<b><u>Option 1 –Fixed Rate</u></b> Initial Interest Rate [ 5%]
[0%]	<b><u>Option 2 – S&amp;P 500® Index One-year Point-To-Point with Cap Strategy</u></b> *Initial Annual Index Cap: [10%]
[100%]	<b><u>Option 3 – S&amp;P 500® Index One-Year Point-To-Point with Participation Rate Strategy.</u></b> *Initial Participation Rate [50%]
[0%]	<b><u>Option4– S&amp; P 500® Index One-Year Monthly Averaging with Participation Rate Strategy</u></b> *Initial Participation Rate: [100%]

**Index: Standard & Poor's 500® Composite Stock Price Index. We will not change the index without prior approval from the state of issue. Index values do not include shareholder dividends.**

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**POLICY DATA PAGE (continued)**

**TABLE OF MINIMUM DEATH BENEFITS**

<b>ATTAINED AGE</b>	<b>PERCENT OF TOTAL ACCUMULATION VALUE</b>	<b>ATTAINED AGE</b>	<b>PERCENT OF TOTAL ACCUMULATION VALUE</b>
0-40	250%	65	120%
45	215%	70	115%
50	185%	75	105%
55	150%	90	105%
60	130%	94 AND OVER	101%

**FOR AGES NOT SHOWN, THE APPLICABLE PERCENTAGE WILL BE DETERMINED BY REDUCING PROPORTIONATELY BETWEEN THE AGES THAT ARE SHOWN.**

**POLICY DATA PAGE (continued)**

**POLICY/RIDER BENEFIT SCHEDULE**

FORM NUMBER	BENEFIT DESCRIPTION	SPECIFIED AMOUNT	INITIAL MONTHLY COST OF INSURANCE	EXPIRY DATE
L-19E	Flexible Premium Indexed Life	\$100,000	[\$4.86]	[03/01/94]
L-61A	Primary Insured Term Rider	\$ 50,000	[\$1.47]	[03/01/94]
L-61B	Additional Insured Level Term Rider	\$50,000	[\$3.38]	[03/01/68]
L-61C	Waiver of Cost of Insurance Rider	See Rider	[1.12]	[03/01/38]
L-61D	Child Level Term Insurance Rider	\$10,000	[\$5.00]	
L-61E	Accelerated Benefit Terminal Illness	See Rider	N/A	[03/01/94]

IF ADDITIONAL BENEFITS/RIDERS ARE PRESENT, THE MONTHLY COST OF BENEFITS MAY VARY – SEE ADDITIONAL BENEFITS/RIDERS PAGE.

**NOTE: AT SOME FUTURE TIME, THE POLICY CASH VALUE LESS INDEBTEDNESS MAY NOT COVER THE NEXT MONTHLY DEDUCTION. IN SUCH A SITUATION, THE POLICY WILL ENTER THE GRACE PERIOD AND WILL TERMINATE AT THE END OF THAT PERIOD IF SUFFICIENT PREMIUM TO COVER THE MONTHLY DEDUCTIONS IS NOT PAID. SEE GRACE PERIOD PROVISION.**

### ADDITIONAL BENEFITS/RIDERS

BENEFIT	COVERED PERSON	BENEFIT AMOUNT	PREMIUM PAYING PERIOD (YEARS)
(1) PRIMARY INSURED TERM INS. RIDER (PIR)	[JOHN D. DOE]	\$50,000	86
(2) ADDITIONAL INSURED LEVEL TERM INS. RIDER (AIR)	[MARY D. DOE]	\$50,000	65
(3) CHILD LEVEL TERM INS. RIDER (CR)	[JOHN D. DOE JR]	\$10,000	25

### GUARANTEED MAXIMUM MONTHLY COST OF INSURANCE RATES

POLICY YEAR	* PIR (1)	*AIR (2)	*CR (3)
01	17.67	46.00	60.00
02	23.46	49.50	60.00
03	29.00	52.50	60.00
04	34.29	55.00	60.00
05	39.33	58.00	60.00
06	43.60	61.50	60.00
07	48.15	65.50	60.00
08	53.43	70.00	60.00
09	58.41	75.50	60.00
10	64.50	82.00	60.00
11	71.59	89.50	60.00
12	80.03	98.50	60.00
13	89.24	109.00	60.00
14	98.27	120.50	60.00
15	105.88	133.50	60.00
16	112.52	141.58	60.00
17	119.77	148.99	60.00
18	130.10	155.16	60.00
19	144.31	159.95	60.00
20	159.28	162.82	60.00
AGE 60	268.27	244.85	60.00
AGE 70	793.70	559.78	0.00
AGE 95	11,217.05	8,253.88	0.00
AGE 120	47,971.46	0.00	0.00

\*Rate per \$1,000

\*\*Rate Per \$100

**POLICY DATA PAGE (continued)**

**TABLE OF MONTHLY GUARANTEED MAXIMUM POLICY COST OF INSURANCE RATES  
PER \$1,000 OF NET AMOUNT AT RISK**

ATTAINED AGE	POLICY YEAR	RATE	ATTAINED AGE	POLICY YEAR	RATE
35	36	0.09333	78	79	4.79750
36	37	0.09750	79	80	5.35500
37	38	0.10333	80	81	5.97666
38	39	0.11083	81	82	6.65250
39	40	0.11750	82	83	7.36833
40	41	0.12666	83	84	8.15000
41	42	0.13750	84	85	9.01916
42	43	0.15083	85	86	9.98583
43	44	0.16666	86	87	11.04916
44	45	0.18416	87	88	12.19833
45	46	0.20333	88	89	13.42000
46	47	0.22250	89	90	14.70166
47	48	0.23833	90	91	15.97833
48	49	0.25083	91	92	17.23500
49	50	0.26666	92	93	18.55166
50	51	0.28750	93	94	19.94000
51	52	0.31416	94	95	21.40250
52	53	0.34666	95	96	22.85083
53	54	0.38416	96	97	24.26500
54	55	0.43166	97	98	25.77166
55	56	0.48500	98	99	27.37833
56	57	0.54000	99	100	29.09250
57	58	0.59333	100	101	30.73000
58	59	0.64666	101	102	32.18250
59	60	0.70916	102	103	33.72750
60	61	0.78500	103	104	35.37000
61	62	0.87750	104	105	37.10583
62	63	0.98500	105	106	38.93416
63	64	1.10250	106	107	40.87500
64	65	1.22500	107	108	42.93416
65	66	1.35250	108	109	45.11916
66	67	1.48166	109	110	47.43500
67	68	1.61666	110	111	49.88750
68	69	1.75916	111	112	52.48583
69	70	1.91916	112	113	55.23583
70	71	2.10583	113	114	58.14583
71	72	2.33250	114	115	61.22083
72	73	2.59750	115	116	64.46916
73	74	2.87666	116	117	67.89666
74	75	3.17666	117	118	71.51083
75	76	3.50333	118	119	75.31666
76	77	3.87166	119	120	79.30583
77	78	4.30000	120	121	83.33333

THE COST OF INSURANCE RATES SHOWN ABOVE ARE BASED ON THE [MALE] [NON-SMOKER] 2001 COMMISSIONER'S STANDARD ORDINARY TABLE, AGE LAST BIRTHDAY.

**POLICY DATA PAGE (continued)**

**TABLE OF NET SINGLE PREMIUMS PER \$1 OF PAID-UP INSURANCE**

ATTAINED AGE	NET SINGLE PREMIUM		ATTAINED AGE	NET SINGLE PREMIUM		ATTAINED AGE	NET SINGLE PREMIUM
0	0.06114		41	0.25155		82	0.77277
1	0.06291		42	0.26040		83	0.78463
2	0.06500		43	0.26949		84	0.79608
3	0.06729		44	0.27883		85	0.80703
4	0.06976		45	0.28841		86	0.81744
5	0.07236		46	0.29823		87	0.82723
6	0.07506		47	0.30831		88	0.83636
7	0.07786		48	0.31870		89	0.84483
8	0.08077		49	0.32943		90	0.85262
9	0.08380		50	0.34049		91	0.85986
10	0.08694		51	0.35188		92	0.86668
11	0.09020		52	0.36355		93	0.87309
12	0.09355		53	0.37550		94	0.87908
13	0.09699		54	0.38769		95	0.88461
14	0.10051		55	0.40010		96	0.88977
15	0.10406		56	0.41268		97	0.89470
16	0.10763		57	0.42547		98	0.89937
17	0.11125		58	0.43849		99	0.90370
18	0.11493		59	0.45177		100	0.90759
19	0.11872		60	0.46529		101	0.91112
20	0.12265		61	0.47900		102	0.91457
21	0.12672		62	0.49281		103	0.91794
22	0.13097		63	0.50670		104	0.92121
23	0.13538		64	0.52062		105	0.92440
24	0.13997		65	0.53461		106	0.92750
25	0.14474		66	0.54866		107	0.93051
26	0.14968		67	0.56284		108	0.93345
27	0.15479		68	0.57715		109	0.93629
28	0.16009		69	0.59161		110	0.93904
29	0.16563		70	0.60621		111	0.94171
30	0.17140		71	0.62088		112	0.94428
31	0.17741		72	0.63551		113	0.94676
32	0.18369		73	0.65002		114	0.94915
33	0.19021		74	0.66444		115	0.95145
34	0.19697		75	0.67877		116	0.95366
35	0.20400		76	0.69302		117	0.95578
36	0.21128		77	0.70713		118	0.95782
37	0.21881		78	0.72102		119	0.95975
38	0.22661		79	0.73458		120	0.96154
39	0.23465		80	0.74775			
40	0.24297		81	0.76049			

THE NET SINGLE PREMIUMS SHOWN ABOVE ARE BASED ON THE [MALE] [NON-SMOKER] 2001 COMMISSIONER'S STANDARD ORDINARY TABLE, AGE LAST BIRTHDAY AND 4.0% INTEREST.



**DEFINITIONS**  
**(Defined terms are capitalized throughout this policy)**

**ATTAINED AGE** – Attained Age is the Issue Age plus the number of completed Policy Years.

**ALLOCATION DATE** – The date on which accumulation value is transferred from the Short-Term Accumulation Value account to the Credit Option Accumulation Value accounts. Allocation Dates will be the 11th day of a month.

**BENEFICIARY** – The person or persons shown on the application, or later changed by You, to whom We will pay the Death Proceeds.

**CASH SURRENDER VALUE** – The Cash Surrender Value is the Cash Value less any Indebtedness.

**CASH VALUE** – The Cash Value is the Total Accumulation Value less the surrender charge.

**CREDIT OPTION ACCUMULATION VALUES** – One of the distinct accumulation value accounts between which You may choose to split Your Short-Term Accumulation Value.

**COMPANY, THE COMPANY** – Bankers Life and Casualty Company.

**DEATH BENEFIT** – The calculated policy benefit amount upon the death of the Primary Insured.

**DEATH PROCEEDS** – The Death Proceeds are the Death Benefit plus any benefits provided by rider, less any outstanding loan and loan interest.

**EXPIRY DATE** – The date coverage on rider(s) terminates.

**FREE PARTIAL WITHDRAWAL** – A partial withdrawal that is not subject to surrender charges.

**INDEBTEDNESS** – Indebtedness means all outstanding loans on this policy, including loan interest.

**ISSUE AGE** - Issue Age means the age of the Primary Insured as of the Issue Date.

**ISSUE DATE** – The date the policy is generated off Our system. This policy is not in force until the Policy Date.

**MATURITY DATE** – The Maturity Date is shown on the Policy Data Page. It is the date on which insurance coverage will terminate and the Cash Surrender Value is paid to the Owner. It is possible that coverage will terminate prior to the Maturity Date if the premium paid and interest credited are not sufficient to continue coverage to such date.

**MINIMUM MONTHLY PREMIUM** - Minimum Monthly Premium is one twelfth of the minimum annual premium. The minimum annual premium is shown on the Policy Data Page.

**MONTHLY ANNIVERSARY** – The same date of each month as the Policy Date.

**NET PREMIUM** – The total premium paid less the percentage of premium expense charge, which is shown on the Policy Data Page.

**NONPARTICIPATING** – This is a nonparticipating policy. This policy will not share in the Company's profits or surplus earnings. We will not pay dividends on this policy.

**NOTICE, NOTIFYING** – Request and information that is received at Our Home Office in a form acceptable to Us.

**OWNER(S)** – The Owner(s) named in the application, unless changed.

**POLICY ANNIVERSARY** – The same date each year as the Policy Date.

## DEFINITIONS (Continued)

**POLICY DATE** – This is the effective date of Your policy. This date will be used to determine Monthly Anniversaries, Policy Years and Policy Anniversaries.

**POLICY DATA PAGE** – The Policy Data Page or any supplemental Policy Data Page that We have most recently sent You.

**POLICY YEAR** – One year from the Policy Date and from each Policy Anniversary.

**PRIMARY INSURED** – The Primary Insured is named on the Policy Data Page.

**SHORT-TERM ACCUMULATION VALUE** – Prior to the initial allocation date, Net Premium is paid into this accumulation value account and receives interest credited daily at the Short-Term Accumulation Value effective annual interest rate.

**SPECIFIED AMOUNT** – On the Policy Date, the Specified Amount equals the initial Specified Amount. Thereafter it may be changed in accordance with the terms of the Death Benefit provisions and partial withdrawal provisions and any attached rider provisions that affect the Specified Amount.

**TABLE OF MINIMUM DEATH BENEFITS** – The minimum insurance percentages required to qualify the policy as life insurance under the Internal Revenue Code.

**TOTAL ACCUMULATION VALUE** – Your Total Accumulation Value is the sum of the Short-Term Accumulation Value and the Credit Option Accumulation Values.

**TRANSFER** – An amount reallocated from a credit option to another credit option.

**YOU** – “You” or “Your” means the Owner(s) of this policy.

**WE, US, or OUR** – “We”, “Us” or “Our” means Bankers Life and Casualty Company (the Company).

## OWNER, BENEFICIARY AND ASSIGNMENT PROVISIONS

**OWNERSHIP** – The Owner means the Owner specified in the application unless subsequently changed during the Primary Insured’s lifetime. The Owner has the right to receive every benefit, exercise every right and enjoy every privilege granted by this policy.

The policy can be owned by joint Owners. If there are joint Owners, We require consent of all Owners to any transaction except for Transfers, payment of premiums, or changes in premium allocations.

Your rights, except for payment of premium and repayment of loans, are subject to the interests of any assignee or irrevocable Beneficiary. If You die before the Primary Insured, the new Owner will be any contingent Owner named in the application. If there is no contingent Owner, then Your estate becomes the new Owner.

**BENEFICIARY** – If the Primary Insured dies while this policy is in force, the Beneficiary will receive the Death Proceeds provided by the policy and any rider. The Beneficiary is the person(s) or entity You name in the application(s), unless changed by later designation.

You may make the Beneficiary irrevocable. If there is an irrevocable Beneficiary, You must obtain the written consent of that Beneficiary to any policy transactions except for payment of premiums and loan repayments.

Unless otherwise provided, if more than one person is named as Beneficiary, the Death Proceeds will be paid in equal shares to the surviving Beneficiaries as follows: (1) to any primary Beneficiary surviving at the time of the Primary Insured’s death, otherwise; (2) to any contingent Beneficiary surviving at the time of the Primary Insured’s death, otherwise; (3) to the Owner, or the Owner’s estate.

## **OWNER, BENEFICIARY AND ASSIGNMENT PROVISIONS (Continued)**

If the Beneficiary is "children," this means children born to or legally adopted by the Primary Insured. Payments to minors will only be made to a court-appointed guardian of the assets of the minor or to the minor at age of majority.

**OWNER AND BENEFICIARY CHANGE** – You may change the Owner and the Beneficiary at any time during the lifetime of the Primary Insured unless otherwise provided in a previous designation. Any change must be in written form satisfactory to Us.

The change will take effect following receipt in Our Home Office. The change will not apply to any payments made or actions taken by Us before We receive the Notice. If the change is to a viatical or other third party without an insurable interest, We may require additional documentation prior to making a change.

**SIMULTANEOUS DEATH** – If any Beneficiary dies within 15 days after the death of the Primary Insured, the Death Proceeds will be paid as if the Beneficiary died before such Primary Insured. However, this provision will not apply to any payment We make before receiving and recording Notice of the Beneficiary's death.

**ASSIGNMENT** – Subject to the conditions herein, this policy may be assigned. No assignment will be recognized by Us unless: 1) the original instrument or a certified copy is filed with Us at Our Home Office; and 2) We send You an acknowledged copy. We will not be responsible for the validity of any assignment.

The claim of any assignee is subordinate to that of the Company, including any debt to the Company. The rights of the Beneficiary and Owner are subject to the rights of any assignee.

## **PREMIUM, GRACE PERIOD AND REINSTATEMENT PROVISIONS**

**INITIAL PREMIUM** – The initial premium is shown on the Policy Data Page. The initial premium is due as of the Policy Date. There will be no coverage under this policy until the initial premium is paid. The initial premium cannot be less than one twelfth of the minimum annual premium.

**PLANNED PERIODIC PREMIUM** – The planned periodic premium is shown on the Policy Data Page. This is the amount You have elected to pay. The amount of premiums You pay will affect the Total Accumulation Value and the period of time the policy remains in force.

**TARGET ANNUAL PREMIUM** – The target annual premium for this policy is shown on the Policy Data Page. The target annual premium is used to determine the premium expense charges.

**MINIMUM ANNUAL PREMIUM GUARANTEE** – This policy will not lapse before the earlier of the 15<sup>th</sup> Policy Anniversary or Attained Age 95, if on each Monthly Anniversary date during this period (i) is greater than (ii), where (i) is the sum of all premiums paid to date minus any Indebtedness and minus any partial withdrawals; and (ii) is one twelfth (1/12) of the minimum annual premium shown on the Policy Data Page, multiplied by the number of months elapsed since the Policy Date of this policy, including the month following the Monthly Anniversary date.

**WHERE PAYABLE** – The first premium is payable in advance to Us at Our Home Office or through one of Our authorized representatives by check or electronic fund transfer. Any check should be payable only to the Company and not to any representative. After the first premium, all premiums are to be paid to Us at Our Home Office. Receipts will be given upon request.

**AMOUNT AND FREQUENCY** – After the initial premium payment, You may make premium payments at any time until the Primary Insured's Attained Age of 121. No premium will be accepted after the Primary Insured reaches Attained Age 121. The amount of premiums You pay will affect the Total Accumulation Value and the period of time the policy remains in force. The frequency of premium payment shown on the Policy Data Page

## **PREMIUM, GRACE PERIOD AND REINSTATEMENT PROVISIONS (Continued)**

will serve only as an indication of Your preference as to probable future frequency of payment. You may change the frequency of planned periodic premium payment at any time, subject to a \$25.00 minimum premium requirement.

Section 7702 of the Internal Revenue Code of 1986, as amended, limits the amount of premium payable under a life insurance policy in order for the policy to qualify as life insurance for income tax purposes. If a premium in excess of the applicable premium limitation is received at any time while this policy is in force, the excess premium will be refunded to You. Any interest earned and allocable to the excess premium will also be refunded to You and may be subject to federal and state income tax when paid.

**GRACE PERIOD** – The grace period begins on the Monthly Anniversary when the Cash Surrender Value is less than the next monthly deduction. You have 61 days from the start of the grace period to pay the premium. We will mail You and any assignee notice of the length of the grace period and the amount of premium due. The amount of premium due is the amount, which is required to keep the policy in force during the grace period plus one additional month's charges. We will send a written notice 31 days before the end of the grace period to Your last known address and the addresses of any assignee of record.

If the Primary Insured dies during the grace period, the Death Proceeds paid will be equal to the Death Benefit; plus any benefits provided by rider; less loans and loan interest and overdue monthly deductions as of the date of death. The policy will remain in force during the grace period, unless surrendered.

See the Minimum Annual Premium Guarantee provision for the method of avoiding lapsation of the policy before the earlier of the 15<sup>th</sup> Policy Anniversary or Attained Age 95.

**REINSTATEMENT** – The requirements for reinstatement are:

The policy may be reinstated within five years after the effective date of lapse only if:

1. The policy was not surrendered; and
2. You provide Us with satisfactory evidence of insurability; and
3. You pay sufficient premium to cover past due monthly deductions and to keep this policy in force for three months after the reinstatement; and
4. Interest on any loan amount that is reinstated is paid at the annual rate applicable to policy loans during the period of lapse, from the date the policy terminated.

If the policy lapses and is reinstated during the minimum annual premium guarantee, You may reinstate the minimum annual premium guarantee if:

1. the minimum annual premium guarantee was in effect three months prior to the date of the lapse; and
2. on the date of reinstatement, You pay sufficient premiums such that the sum of premiums paid to date, less any partial withdrawals, loans and loan interest, equals or exceeds the minimum monthly premium multiplied by the number of policy months between the Policy Date and the date of the reinstatement.

The effective date of the reinstatement is the next Monthly Anniversary following Our approval of the reinstatement.

The Total Accumulation Value on the effective date of reinstatement is equal to the Short-Term Accumulation Value and the Credit Option Accumulation Values at the time of termination, less past due charges during the grace period, plus the premium paid at the time of reinstatement. The surrender charge will be based on the number of Policy Years from the original Policy Date.

## **PAYMENT OF DEATH PROCEEDS PROVISION**

**DEATH PROCEEDS** – We will pay the Death Proceeds to the Beneficiary upon receipt of proof that the Primary Insured died while this policy was in force. If payment of the Death Proceeds is not paid within thirty (30) days of receipt of such proof of death, the Death Proceeds will include interest at the legal rate of interest from the date of death until the date the claim is paid.

The Death Proceeds are:

1. The Death Benefit in force upon the death of the Primary Insured; plus
2. Any benefits provided by rider payable at the Primary Insured's death; less
3. Any Indebtedness.

If the Primary Insured dies during the grace period, the Death Proceeds paid will be equal to the Death Benefit; plus any benefits provided by rider; less loans and loan interest and overdue monthly deductions as of the date of death.

## **DEATH BENEFIT PROVISIONS**

**DEATH BENEFIT** – This policy provides a Death Benefit on the death of the Primary Insured. The Death Benefit, and death benefit option are described in this section.

**DEATH BENEFIT OPTIONS** – There are two death benefit options, as described in this provision. You have elected the death benefit option in the application. The death benefit option for this policy appears on the Policy Data Page.

### **Option A (level)**

The Death Benefit will be the greater of:

1. The Specified Amount on the date of death, or
2. The Total Accumulation Value on the date of death multiplied by the applicable percentage at the Primary Insured's Attained Age as shown in the Table of Minimum Death Benefits

### **Option B (increasing)**

The Death Benefit will be the greater of:

1. The Specified Amount on the date of death plus the Total Accumulation Value on the date of death, or
2. The Total Accumulation Value on the date of death multiplied by the applicable percentage at the Primary Insured's Attained Age as shown in the Table of Minimum Death Benefits.

## POLICY CHANGE PROVISIONS

**CHANGE IN SPECIFIED AMOUNT** – You may make the following changes to this policy, as long as the policy is not in the grace period. We will not accept any change which disqualifies this policy as life insurance under federal tax law. Any change in Specified Amount will be reflected on a supplemental Policy Data Page.

**Specified Amount Increase** – You may request an increase once per Policy Year of the Specified Amount at any time after the first Policy Year and before the Primary Insured's Attained Age of 85. At the request date:

1. This policy must be in force.
2. Evidence of insurability satisfactory to Us must be submitted.
3. The first month's monthly deduction must be paid.
4. The minimum amount of any increase is \$10,000.
5. The increase will be effective as of the Monthly Anniversary following Our approval of the increase.
6. New surrender charges, expense charges, administrative charges, and cost of insurance charges will apply and will be reflected on a supplemental Policy Data Page.

**Specified Amount Decrease** – You may request a decrease once per Policy Year of the Specified Amount by Notice at any time after the first Policy Year. At the request date:

1. This policy must be in force.
2. The minimum amount of any decrease is \$10,000.
3. The specified amount cannot be reduced below the greater of:
  - a) \$25,000;
  - b) The required amount of insurance to comply with Internal Revenue Code Section 7702 limits; or
  - c) A reduction in the policy's Specified Amount that would make, if applicable, the Primary Insured Term Life Rider's specified amount greater than five times the specified amount of the policy.
4. The decrease will be effective as of the Monthly Anniversary following Our receipt of Notice.
5. A decrease will be applied in the following order:
  - a) First, against any increase in the Specified Amount (beginning with the most recent) and then;
  - b) Against the initial Specified Amount.
6. A pro-rata surrender charge will be deducted from the Short-Term Accumulation Value and The Credit Option Accumulation Values based on the proportion of each to the Total Accumulation Value. This pro-rata surrender charge will be calculated by determining what percent of the initial Specified Amount is represented by the decrease then applying that percentage to the original surrender charge as the pro-rata surrender charge. Future surrender charges will be reduced by the same percentage as determined for each such decrease.

**Change in Death Benefit Option** – You may request a change between Option A and Option B death benefit options by Notice once per Policy Year at any time after the first Policy Year.

**Change from Option A to Option B** – At the request date:

1. This policy must be in force.
2. The Specified Amount will be decreased to equal the current Death Benefit less the current Total Accumulation Value on the date of change.
3. Evidence of insurability satisfactory to Us must be submitted.
4. The change will be effective on the Monthly Anniversary following Our approval of the change.
5. We will not permit any change that would decrease the Specified Amount below the minimum amount of \$25,000.

## **POLICY CHANGE PROVISIONS (Continued)**

### **Change from Option B to Option A – At the request date:**

1. This policy must be in force.
2. This change must be made before the Primary Insured's Attained Age 85.
3. The Specified Amount will be increased to equal the current Death Benefit on the date of change.
4. The change will be effective on the Monthly Anniversary following Our receipt of Notice.

## **CREDIT OPTIONS PROVISIONS**

**CREDIT OPTIONS** – Descriptions of each of the available credit options are contained in the attached endorsements. Each credit option is independent of the others, and is established by a separate endorsement. The endorsement shall establish the method by which interest is credited to the Credit Option Accumulation Value associated with the applicable credit option. Certain credit options may have limitations and restrictions. See the endorsements for further information.

**CREDIT OPTION ALLOCATION AND TRANSFERS** – You have chosen the credit option allocation as shown on the Policy Data Page. Any Net Premium is initially placed in the Short-Term Accumulation Value and is credited with interest until transferred from the Short-Term Accumulation Value. A premium received between the 1st and 14th of the month will transfer from the Short-Term Accumulation Value on the 15th of the current month. A premium received after the 14th of the month will transfer out as of the 15th of the following month.

You have the right to change the credit option allocations one time each year. Election or change of a credit option allocation must be made by written Notice to Us. If no election is made for a Policy Year, the credit option allocation currently in effect will continue in effect for the next Policy Year.

**INDEX CREDIT ENHANCEMENT** – For all credit options, excluding the Fixed Rate Credit Option, and for all term periods that begin after the Policy Anniversary shown on the Policy Data Page, We will add an index credit enhancement to each index credit. See Credit Option Endorsements attached to your Policy. The Index Credit Enhancement percentage is shown on the Policy Data Page.

**FIXED RATE CREDIT OPTION ENHANCEMENT** – For the Fixed Rate Credit Option and the Short Term Accumulation Value, if the interest rate declared by Us exceeds the guaranteed minimum interest rate, then We will increase the annualized declared interest rate by the percentage shown on the Policy Date Page after the Policy Anniversary shown on the Policy Data Page. This increase will not apply to any loaned Accumulation Value.

## **POLICY VALUES PROVISIONS**

**TOTAL ACCUMULATION VALUE** – This policy has distinct accumulation values, known as the Short-Term Accumulation Value and the Credit Options Accumulation Values. The Total Accumulation Value is equal to the sum of the Short-Term Accumulation Value and Credit Options Accumulation Values.

**SHORT-TERM ACCUMULATION VALUE** - The Short-Term Accumulation Value on the Policy Date will be the initial Net Premium allocated to this account. The Short-Term Accumulation Value on any other day will be calculated as (a) plus (b) minus (c) minus (d) minus (e) where:

- (a) The Short-Term Accumulation Value on the preceding Monthly Anniversary day plus interest;
- (b) The Net Premiums paid since the preceding Monthly Anniversary day plus interest;
- (c) The Short-Term Accumulation Value allocated to Credit Option Accumulation Value accounts, plus interest;
- (d) A pro-rata share of any partial withdrawals made since the preceding Monthly Anniversary day plus associated charges, if any, plus interest from the date of withdrawal;
- (e) A pro-rata share of the monthly deduction on the preceding Monthly Anniversary day plus interest.

## **POLICY VALUES PROVISIONS (Continued)**

The Policy Date will be considered as the preceding Monthly Anniversary day for purposes of calculating the Short-Term Accumulation Value during the first month after the policy is issued.

Net Premium is the premium paid less the percentage of premium expense charge shown on the Policy Data Page.

In this context, the term pro-rata share refers to the proportion of the Short-Term Accumulation Value to the Total Accumulation Value.

**CREDIT OPTION ACCUMULATION VALUES** – The Credit Option Accumulation Values on the first Allocation Date will be the Short-Term Accumulation Value allocated to these accounts. The Credit Option Accumulation Values on any other day will be calculated as (a) plus (b) plus (c) minus (d) minus (e) where:

- (a) Credit Option Accumulation Values on the preceding Monthly Anniversary day plus interest as determined by the applicable credit option;
- (b) Credit Option Index Credit;
- (c) Short-Term Accumulation Value allocated to the Credit Option Accumulation Values since the preceding Monthly Anniversary day plus interest as determined by the applicable credit option;
- (d) A pro-rata share of any partial withdrawals made since the preceding Monthly Anniversary day plus associated charges, if any, plus interest as determined by the applicable credit option;
- (e) A pro-rata share of the monthly deduction on the preceding Monthly Anniversary day plus interest as determined by the applicable credit option.

The Policy Date will be considered as the preceding Monthly Anniversary day for purposes of calculating the Credit Option Accumulation Values during the first month after the policy is issued.

On each Allocation anniversary date, index credits may be added to the Credit Option Accumulation Values depending on the performance of the index.

In this context, the term pro-rata share refers to the proportion of the Credit Option Accumulation Values to the Total Accumulation Value.

**MONTHLY DEDUCTION** – The monthly deduction is the sum of:

1. The monthly cost of insurance;
2. The monthly administrative charges as shown on the Policy Data Page; and
3. The monthly cost of any policy riders.

**COST OF INSURANCE** – The monthly cost of insurance for the policy is calculated as (a) multiplied by the result of (b) minus (c) where:

- (a) Monthly cost of insurance rate as described in the Cost of Insurance Rates section;
- (b) The Death Benefit at the beginning of the policy month divided by 1.00082954;
- (c) The Total Accumulation Value at the beginning of the policy month.

Divide the result by \$1,000.

**NET AMOUNT AT RISK** – The quantity (b) minus (c) is considered to be the policy's net amount at risk.

**COST OF INSURANCE RATES** – The guaranteed maximum monthly cost of insurance rates for this policy are shown on the Policy Data Page. These rates are based on the Primary Insured's sex, Attained Age, and risk class. The Company will determine the currently monthly cost of insurance rates that will be charged and reserves the right to increase or decrease these rates in the future. In no event will the currently monthly cost of insurance rates be increased to an amount greater than the guaranteed maximum monthly cost of insurance rates listed on the Policy Data Page.



## NONFORFEITURE PROVISIONS

**SURRENDER** – You may surrender this policy any time by Notifying Us before the policy terminates. Upon surrender, there will be two benefit options available to You: Option 1 or Option 2. Option 1 will automatically be the default option unless Option 2 is specifically requested in writing to Us.

Once You have surrendered this policy, We will no longer send You an annual report. Any additional benefits provided by a rider attached to this policy will be terminated.

If You elect Option 1, We will pay You the Cash Surrender Value of this policy. We may defer payment for not more than six months following receipt by Us of the Cash Surrender Value request unless the Cash Surrender Value is to be applied to pay premiums for policies with Us.

If You elect Option 2, We will provide a paid-up insurance benefit until the Maturity Date of this policy. The amount of paid-up insurance benefit will be the Cash Surrender Value of this policy divided by the net single premium for the Primary Insured's Attained Age. The net single premium is shown in the Policy Data Page. If the amount of the paid-up insurance benefit would exceed the Death Benefit less any Indebtedness on this policy, the amount of the paid-up insurance benefit will be equal to the Death Benefit less any Indebtedness on the policy.

The net single premium is based on the mortality table and interest shown in the Policy Data Page. The Cash Surrender Value of the paid-up insurance benefit will be equal to the amount of paid-up insurance benefit multiplied by the net single premium at the Primary Insured's Attained Age at the time of surrender of the paid-up insurance benefit.

**SURRENDER CHARGE** – The surrender charge is shown on a Policy Data Page. This amount is charged against the Total Accumulation Value upon surrender of the policy. A pro-rata portion of the surrender charge may be applied to the Total Accumulation Value due to a partial withdrawal.

The surrender charge is also used to determine the Cash Surrender Value, which affects the grace period provision of this policy. Refer to the grace period provision for details.

**PARTIAL WITHDRAWAL** – You may surrender part of this policy for cash by Notice to Us at any time after the first Policy Year. The minimum partial withdrawal that may be made is \$500.00. The amount that may be withdrawn may not exceed the Cash Surrender Value. The deduction will be made on a pro-rata basis from the Short-Term Accumulation Value and the Credit Option Accumulation Values based on the proportion of each account to the Total Accumulation Value.

After the first Policy Year, you are eligible for one Free Partial Withdrawal per Policy Year. A Free Partial Withdrawal is a partial withdrawal made without incurring a surrender charge. The Free Partial Withdrawal amount each Policy Year is equal to 10% of the Total Accumulation Value as of the date of the partial withdrawal less any prior Free Partial Withdrawal taken during that Policy Year. If less than 10% is withdrawn during any Policy Year, the remaining amount does not roll over to future policy years. Surrender charges will not be reduced if a Free Partial Withdrawal is taken.

## **NONFORFEITURE PROVISIONS (Continued)**

A partial withdrawal will affect the Specified Amount. If your death benefit option is A, a pro-rata surrender charge will be imposed. The amount of this charge will be based upon the percentage of reduction in the Specified Amount, calculated by determining what percent of the initial Specified Amount is represented by the partial withdrawal in excess of the Free Partial Withdrawal amount, then multiplying that percentage by the original surrender charge to determine the pro-rata surrender charge. Future surrender charges will be reduced by the same percentage as determined for each such decrease. A \$25.00 administrative charge will also be imposed.

If death benefit option B is in effect, no pro-rata surrender charge will be imposed; however, there will be no more than \$50.00 administrative charge imposed.

All charges due to partial withdrawals will be imposed against the Short-Term Accumulation Value and the Credit Option Accumulation Values based on the proportion of each account to the Total Accumulation Value.

**CONTINUATION OF INSURANCE** – If the Cash Surrender Value is not sufficient to cover the next monthly deduction, the insurance will continue, subject to the grace period provision and minimum annual premium guarantee provision, until the earlier of:

1. Monthly Anniversary day on which the Cash Surrender Value will not cover the monthly deduction for the following month; or
2. Maturity Date.

The nonforfeiture values for this policy are equal to or greater than those required by law. The nonforfeiture values are calculated in accordance with the Standard Nonforfeiture Law. A detailed statement of the method of computing values has been filed with the insurance supervisory official of the state of issue.

## **LOAN PROVISIONS**

**POLICY LOAN** – You may request a loan at any time while this policy is in force. This policy is assigned to Us as sole security for the loan.

**LOAN AMOUNT AVAILABLE** – The maximum amount of a new loan is equal to the Cash Surrender Value, less an amount equal to the monthly deductions for the next three months.

We may defer making a loan for not more than six months after application for the loan is made unless the loan is to pay premiums on policies with Us.

**LOAN INTEREST** – Loan interest will accrue daily from the date of each loan to the next Policy Anniversary date. Loan interest is payable in arrears at the end of each Policy Year. If interest is not paid when due, the amount of the interest will be added to the loan and bear interest on the same terms as the loan. The maximum Indebtedness under the policy is that amount which, with interest to the next Policy Anniversary date, will equal the Cash Surrender Value as of the next Policy Anniversary date. Except as provided below, loan secured by this policy will bear interest at the rate shown on the Policy Data Page.

1. After this policy has been in force continuously for 10 Policy Years, You will be eligible for a preferred loan at a reduced rate at the guaranteed minimum interest rate, which is shown on the Policy Data Page.
2. The maximum preferred loan amount may not exceed 15% of the Cash Surrender Value at the end of the prior Policy Year; less any existing preferred loan.

**LOANED ACCUMULATION VALUE** – The loaned portion of the Total Accumulation Value will be divided between the Short-Term Accumulation Value and the Credit Options Accumulation Values on a pro-rata basis. The loaned portion of the Total Accumulation Value will be credited the fixed rate credit option applicable guaranteed interest.

## **LOAN PROVISIONS (Continued)**

**REPAYMENT OF LOANS** – You may repay a loan in full or in part at any time while this policy is in force. When a loan repayment is made, the amount of the repayment will be divided between the Short-Term Accumulation Value and the Credit Option Accumulation Values on a pro-rata basis.

**TERMINATION OF POLICY** – At any time the total Indebtedness equals or exceeds the Cash Value, the policy will terminate without further value or benefit.

At least 31 days before the policy terminates, We will send a notice of Our intention to terminate the policy. Notice will be mailed to the last known addresses of the Owner and to any assignee of record.

## **GENERAL POLICY PROVISIONS**

**ENTIRE CONTRACT** – The entire contract consists of this policy, any riders or endorsements, the attached copy of the initial application and all supplemental applications to change this policy. All statements in the application and any supplemental applications will, in the absence of fraud, be deemed representations and not warranties. No statement will be used to contest this policy, or to contest a claim under it, unless it appears on the application or a supplemental application. Any application for modifications in the policy, which are to be based upon additional evidence of insurability, shall be attached to the policy in order to become part of the contract between the parties.

**MODIFICATION OF POLICY** – Only the President, a Vice President, the Secretary, or an Assistant Secretary of the Company has power on behalf of the Company to change, modify, or waive the provisions of the policy and then only in writing by endorsement. No agent, broker, or person other than the above named officers has the authority to change or modify this policy or waive any of its provisions.

**CHOICE OF LAW** - This insurance policy and claims arising under it are governed by the laws of the state where this policy's application has been signed by the Primary Insured, exclusive of such state's choice of laws provisions.

**RELIANCES** – We are not liable for any request made in accordance with Your instructions. If We make any payments or policy changes in good faith based on Our records, We have fully discharged Our obligations.

**INCONTESTABILITY** – Except in the case of fraud, We will not contest this policy after it has been in force during the lifetime of the Primary Insured for two years from the Policy Date or the effective date of reinstatement. If the policy has been reinstated, and was in force two years from the Policy Date prior to reinstatement, only statements made in the application for reinstatement may be contested. The reinstatement application will be subject to underwriting.

Except in the case of fraud, any increase in the Specified Amount of this policy will be incontestable after it has been in force during the Primary Insured's lifetime for two years from the effective date of the increase. Only statements used in the supplemental application for the increase may be used to contest said increase

**SUICIDE** – If the Primary Insured dies by suicide, while sane or insane, within two years from the Policy Date, We will not pay a Death Benefit. We will terminate this policy and refund the premiums, less any loan, loan interest, and any partial withdrawal.

If the Primary Insured dies by suicide, while sane or insane, within two years of the effective date of any increase in the Specified Amount that was subject to evidence of insurability, We will not pay a Death Benefit on that increase. We will refund the monthly deductions for that increase.

## **GENERAL POLICY PROVISIONS (Continued)**

**ANNUAL REPORT** – At least once a year, without charge, We will send You a report showing premiums paid, expense charges, administrative charges, interest credited, cost of insurance, outstanding loans, current Cash Surrender Value, and all charges made since the last report. Any other information required by the Insurance Department of the State where the application is signed will also be included in the annual report. Please pay close attention to the information provided especially any data relating to lapse. You may wish to increase the amount of premium paid based on this data.

**PROJECTION OF BENEFITS AND VALUES** – We will provide a projection of illustrative future policy benefits and values at any time upon written request. There will be no charge for the first projection requested each Policy Year. Additional projections will be provided for not more than \$50.00 fee.

**ERROR IN AGE AND/OR SEX** – If the Primary Insured's age and/or sex has been misstated and the misstatement is discovered after the date of death, the amount of the Death Benefit will be the amount which would have been purchased at the Primary Insured's correct Age and/or sex by the most recent cost of insurance charge assessed prior to the date We receive proof of death.

If the Primary Insured's Age and/or sex has been misstated and the misstatement is discovered prior to the date of death, the policy values will be corrected to the amounts for the correct Age and/or sex, and any back premium owed will be immediately due and payable.

**TERMINATION** – This policy will terminate when any one of the following events occurs:

1. You request that coverage terminates;
2. Upon the death of the Primary Insured;
3. The policy matures;
4. The grace period ends without payment of required premiums;
5. The total Indebtedness equals or exceeds the Cash Value and the No-Lapse Guarantee is not in effect.

## **SETTLEMENT OPTIONS PROVISIONS**

**ELECTION OF OPTIONS** – Any amount payable at the death of the Primary Insured or any other termination of this policy will be paid in one sum unless otherwise provided. All or part of this sum may be applied to any settlement option.

Payment under a combination of options, or payment to joint or successive payees, or payment to a Beneficiary that is not a natural person may be elected only with Our consent.

Any election must be made in writing to Us. We may require the policy for endorsement.

**ELECTION BY OWNER** – During the lifetime of the Primary Insured, the Owner may elect to have the Death Proceeds paid under one of the payment options in this policy.

**ELECTION BY BENEFICIARY** – At the time Death Proceeds are payable to the Beneficiary, the Beneficiary may elect one of the payment options if proceeds are available to the Beneficiary in a lump sum. The Beneficiary has 12 months after payment becomes due to elect one of the following options.

**PAYMENTS** – Payments will be made monthly unless otherwise elected.

We have the right to change the frequency of payments in order to make a periodic payment of at least \$25.00.

The option date under Options 1, 2 and 3 is the date the Death Proceeds are payable or the date of election, whichever is later. Interest under Option 4 will accrue from such date.

## **SETTLEMENT OPTIONS PROVISIONS (Continued)**

Under Option 3, proof of the age of the payee will be required at the time the first payment is due. We reserve the right to require proof that the payee is alive at the time of each payment.

**CHANGE IN PAYMENTS** – Partial withdrawal under Options 1 and 2 may not be made. All payments under Options 1 and 2 may be paid in one sum only with Our consent. The value of any one-sum payment will be the sum of any remaining guaranteed payments discounted at the interest rate used to calculate such payment.

Payments under Option 3 will be commuted only in event of death of the payee. Any payments that remain to be paid under Option 3 at the death of the payee will be paid in one sum. The value of the one sum payment will be the sum of the remaining guaranteed payments, discounted at the interest rate used to calculate such payment.

**WITHDRAWAL** – The minimum Death Proceeds that may be applied under Option 4 is \$1,000. The minimum Death Proceeds that may remain after a withdrawal under Option 4 is \$1,000. The minimum amount that may be withdrawn is \$1,000. Death Proceeds less than this amount will be paid in a lump sum to the payee.

We may postpone payment of any amount to be withdrawn for not more than six months from the date the written request for withdrawal is received by Us at Our Home Office.

**ASSIGNMENT** – The proceeds payable under one of these options may not be assigned.

**ADDITIONAL INTEREST** – Additional interest, if any, paid over the guaranteed 2% will be in an amount and by a method determined by Us.

**BASIS OF VALUES** – Minimum income rates are based on the 2000 Individual Annuity Mortality Table age last birthday. Interest is assumed at the rate of 2% per year.

**OPTION 1. EQUAL PAYMENTS FOR A GUARANTEED PERIOD** – Equal monthly payments for the number of years elected, not to exceed 25 years. Payment will begin on the option date.

**Guaranteed Minimum Payment for each \$1,000 of net proceeds**

**Guaranteed interest rate: 2.00%**

ANNUAL YEARS	ANNUAL	SEMI ANNUAL	QUARTERLY	MONTHLY
1	\$1,000.00	\$502.48	\$251.86	\$84.09
2	504.95	253.73	127.18	42.46
3	339.96	170.82	85.62	28.59
4	257.47	129.37	64.85	21.65
5	208.00	104.51	52.39	17.49
6	175.03	87.95	44.08	14.72
7	151.48	76.12	38.15	12.74
8	133.83	67.25	33.71	11.25
9	120.11	60.35	30.25	10.10
10	109.14	54.84	27.49	9.18
11	100.17	50.34	25.23	8.42
12	92.71	46.58	23.35	7.80
13	86.39	43.41	21.76	7.26
14	80.98	40.69	20.40	6.81
15	76.30	38.34	19.22	6.42
16	72.21	36.28	18.19	6.07
17	68.60	34.47	17.28	5.77
18	65.39	32.86	16.47	5.50
19	62.53	31.42	15.75	5.26
20	59.96	30.13	15.10	5.04
21	57.63	28.96	14.52	4.85
22	55.52	27.90	13.98	4.67
23	53.60	26.93	13.50	4.51
24	51.83	26.05	13.05	4.36
25	50.22	25.23	12.65	4.22

**OPTION 2. EQUAL PAYMENTS OF A SPECIFIED AMOUNT** – Equal monthly payments of at least \$4.22 per month for each \$1,000 of proceeds. Payments will begin on the option date and will continue until the proceeds and interest at the rate of 2.00% compounded annually are exhausted.

**OPTION 3. EQUAL PAYMENTS FOR LIFE** – Equal monthly payments for a guaranteed period of 10, 15, or 20 years as elected and for life thereafter as shown in the table below. Amount of each monthly installment per \$1,000 net proceeds. Amounts based on 2000 IAM Table age last birthday and an annual interest rate of 2.00%.

**MALE**

Monthly Income for Life with Guaranteed Period of:				Monthly Income for Life with Guaranteed Period of:			
Age of Payee	10 Years	15 Years	20 Years	Age of Payee	10 Years	15 Years	20 Years
18	\$2.34	\$2.34	\$2.34	52	\$3.66	\$3.62	\$3.55
19	2.36	2.36	2.36	53	3.74	3.69	3.61
20	2.38	2.38	2.38	54	3.82	3.76	3.67
21	2.40	2.40	2.40	55	3.90	3.84	3.74
22	2.42	2.42	2.42	56	3.99	3.92	3.80
23	2.44	2.44	2.44	57	4.08	4.00	3.87
24	2.47	2.46	2.46	58	4.18	4.08	3.94
25	2.49	2.49	2.48	59	4.28	4.17	4.00
26	2.51	2.51	2.51	60	4.39	4.26	4.07
27	2.54	2.53	2.53	61	4.50	4.36	4.14
28	2.56	2.56	2.56	62	4.62	4.46	4.21
29	2.59	2.59	2.58	63	4.75	4.56	4.28
30	2.62	2.62	2.61	64	4.88	4.66	4.35
31	2.65	2.64	2.64	65	5.02	4.76	4.41
32	2.68	2.67	2.67	66	5.16	4.87	4.48
33	2.71	2.71	2.70	67	5.31	4.97	4.54
34	2.74	2.74	2.73	68	5.46	5.08	4.60
35	2.78	2.77	2.76	69	5.62	5.18	4.65
36	2.81	2.81	2.80	70	5.79	5.29	4.70
37	2.85	2.85	2.83	71	5.95	5.39	4.75
38	2.89	2.88	2.87	72	6.13	5.49	4.79
39	2.93	2.92	2.91	73	6.30	5.58	4.83
40	2.98	2.97	2.95	74	6.48	5.67	4.87
41	3.02	3.01	2.99	75	6.66	5.76	4.90
42	3.07	3.05	3.03	76	6.84	5.84	4.92
43	3.12	3.10	3.08	77	7.02	5.92	4.95
44	3.17	3.15	3.12	78	7.20	5.99	4.97
45	3.22	3.20	3.17	79	7.37	6.05	4.98
46	3.28	3.25	3.22	80	7.54	6.11	5.00
47	3.33	3.31	3.27	81	7.71	6.16	5.01
48	3.39	3.37	3.32	82	7.87	6.20	5.02
49	3.46	3.42	3.38	83	8.01	6.24	5.02
50	3.52	3.49	3.43	84	8.16	6.28	5.03
51	3.59	3.55	3.49	85	8.29	6.31	5.03

## FEMALE

Monthly Income for Life with Guaranteed Period of:				Monthly Income for Life with Guaranteed Period of:			
Age of Payee	10 Years	15 Years	20 Years	Age of Payee	10 Years	15 Years	20 Years
18	\$2.27	\$2.27	\$2.26	52	\$3.41	\$3.38	\$3.35
19	2.28	2.28	2.28	53	3.47	3.45	3.40
20	2.30	2.30	2.30	54	3.54	3.51	3.46
21	2.32	2.32	2.31	55	3.62	3.58	3.53
22	2.34	2.33	2.33	56	3.69	3.65	3.59
23	2.35	2.35	2.35	57	3.77	3.73	3.66
24	2.37	2.37	2.37	58	3.86	3.81	3.72
25	2.39	2.39	2.39	59	3.95	3.89	3.79
26	2.42	2.41	2.41	60	4.04	3.98	3.87
27	2.44	2.44	2.43	61	4.14	4.07	3.94
28	2.46	2.46	2.46	62	4.25	4.16	4.01
29	2.48	2.48	2.48	63	4.36	4.26	4.09
30	2.51	2.51	2.50	64	4.48	4.36	4.16
31	2.53	2.53	2.53	65	4.60	4.46	4.24
32	2.56	2.56	2.55	66	4.74	4.57	4.31
33	2.59	2.58	2.58	67	4.87	4.68	4.39
34	2.62	2.61	2.61	68	5.02	4.79	4.46
35	2.65	2.64	2.64	69	5.17	4.91	4.53
36	2.68	2.67	2.67	70	5.34	5.03	4.59
37	2.71	2.70	2.70	71	5.51	5.14	4.65
38	2.74	2.74	2.73	72	5.68	5.26	4.71
39	2.78	2.77	2.76	73	5.87	5.37	4.76
40	2.81	2.81	2.80	74	6.06	5.49	4.81
41	2.85	2.85	2.84	75	6.25	5.59	4.85
42	2.89	2.89	2.87	76	6.46	5.70	4.88
43	2.93	2.93	2.91	77	6.66	5.79	4.92
44	2.98	2.97	2.95	78	6.86	5.88	4.94
45	3.02	3.01	3.00	79	7.07	5.96	4.96
46	3.07	3.06	3.04	80	7.27	6.03	4.98
47	3.12	3.11	3.09	81	7.47	6.10	5.00
48	3.17	3.16	3.14	82	7.66	6.16	5.01
49	3.23	3.21	3.19	83	7.84	6.21	5.02
50	3.28	3.27	3.24	84	8.00	6.25	5.03
51	3.34	3.32	3.29	85	8.16	6.28	5.03

### OPTION 4. PROCEEDS LEFT AT INTEREST

The Death Proceeds may be left with Us for a period of 1 to 25 years. Interest on the Death Proceeds will be paid at the rate of 2% compounded annually. The interest may be left with Us to accumulate or be paid at the following rate for each \$1,000 of net proceeds.

- |                 |         |
|-----------------|---------|
| 1. Annually     | \$20.00 |
| 2. Semiannually | \$ 9.95 |
| 3. Quarterly    | \$ 4.96 |
| 4. Monthly      | \$ 1.65 |

The payee may withdraw portions of the Death Proceeds by Notifying Us. At the end of the specified period, any remaining Death proceeds with accrued interest will be paid in one sum.



**BANKERS LIFE AND CASUALTY COMPANY**

Chicago, Illinois

Home Office: [600 West Chicago Ave

Chicago, Illinois 60610-2422]

Phone Number: [312-396-6000]

**WHILE THE VALUES OF THIS POLICY MAY BE AFFECTED BY AN EXTERNAL INDEX, THIS POLICY DOES NOT PARTICIPATE IN ANY STOCK OR EQUITY INVESTMENTS.**

**INDEXED FLEXIBLE PREMIUM ADJUSTABLE LIFE INSURANCE ADJUSTABLE DEATH BENEFIT WITH INDEXED FEATURE. DEATH PROCEEDS PAYABLE AT DEATH OF PRIMARY INSURED PRIOR TO THE MATURITY DATE. FLEXIBLE PREMIUMS PAYABLE DURING THE LIFETIME OF THE PRIMARY INSURED UNTIL THE MATURITY DATE. THIS POLICY IS NONPARTICIPATING.**

**Benefit Summary and Disclosure**

This policy is an Indexed Flexible Premium Adjustable Life Insurance Policy which provides minimum guaranteed values. You should understand how the minimum guaranteed value is determined and the features of the policy that are used to determine the credit options. Values based on any credit options may exceed the minimum guaranteed values. The following is a summary explanation of the determination of the minimum guaranteed value and the principal features of the policy relating to the credit options. Your agent will assist you in understanding the determination of the minimum guaranteed value and the credit options.

1. Policy - This policy is an Indexed Flexible Premium Adjustable Life Insurance Policy. It is not a Variable Life Insurance Policy.
2. Premiums - The Owner has the option to vary the amount and timing of the Planned Premium as long as the premiums are sufficient to keep the policy in force and do not violate the maximum limitations imposed by tax law.
3. Death Benefit - A death benefit will be provided to the designated beneficiary upon the death of the insured. The death benefit is based on the Policy's Specified Amount, Death Benefit Option and Accumulation Account. The Owner may request changes in the Policy Specified Amount and/or Death Benefit Option after the first policy year.
4. Access to Policy Values - There are two ways the Owner may withdraw money from the contract without surrendering the policy: 1) You may borrow funds from the policy through a Policy Loan. The guaranteed rate will be 6.54%. 2) You may permanently withdraw funds from the policy using a Partial Withdrawal. The Cash Surrender Value of the policy will be reduced by the amount of the Partial Withdrawal plus an administrative charge of \$50. If the Death Benefit Option is A (Level Benefit), then the Policy Specified Amount will also be reduced by the amount of the Partial Withdrawal and a pro-rata surrender charge will be imposed against the Accumulation Account. Withdrawals will reduce your Index Credits.
5. Policy Values - The Owner is entitled to receive the Cash Surrender Value upon surrender. The Cash Surrender Value equals the Total Accumulation Value (which equals the sum of the Short-Term Accumulation Value and the Credit Option Accumulation Values) less the total of the Surrender Charge and any current indebtedness.
6. Surrender Charges - Surrender charges vary by issue age, duration, sex, underwriting class and band. The surrender charge period is 15 years.
7. Credit Options - In addition to the minimum guaranteed value of the policy, there are non-guaranteed rates determined by the company. You elect how much will be allocated to each credit option and can transfer values on an annual basis between these option. The non-guaranteed credit options available with this policy are described below and a hypothetical example of the calculation are shown on the back of this page.

**FIXED INTEREST RATE CREDIT OPTION:** The fixed interest rate is the interest rate credited to the Short-Term Accumulation Value. The fixed interest rate may exceed the guaranteed minimum fixed interest rate. We may change the rate monthly.

**S&P 500® INDEX ONE-YEAR MONTHLY AVERAGING CREDIT OPTION ENDORSEMENT WITH PARTICIPATION RATE CREDIT OPTION:** The index crediting rate for this credit option will be as follows, but not less than 1.00%:

- Index Average for the Term Period;
- Divided by the Index Value on the Allocation Date;
- Minus one;
- Multiplied by the Participation Rate.

The Term period is equal to one year. The Participation Rate represents the participation in the Index and in the percentage We use to calculate the Index Credit. The Participation Rate is declared by Us on each Allocation Date of the Short-Term Accumulation Value, transfers or renewals allocated to this Credit Option. It is guaranteed for the term period and can never be less than 10%.

Print Insured's Name \_\_\_\_\_

I have read or have read to me the above benefit summary, I understand that the S&P 500® performance is intended to predict future performance. I also understand that this is not the policy and that I need to read the policy when receive for full details and terms

Owner's Signature \_\_\_\_\_

Date \_\_\_\_\_

Agent's Signature/Agent Number \_\_\_\_\_

Agent's State Licence Number \_\_\_\_\_

\*"S&P®", "S&P 500®", "Standard & Poor's 500®", and "500" are trademarks of the McGraw-Hill Companies, Inc. and have been licensed for use by Bankers Life and Casualty Company. The policy is not sponsored, endorsed, sold or promoted by Standard & Poor's and Standard & Poor's makes no representation regarding the advisability of purchasing this product. The S&P 500® does not include dividends.



BLCIL17433GN01



### **HOW WE APPLY INDEX CREDITS**

The Company will credit an Index Credit to this policy's Credit Option Accumulation Value in a manner consistent with the Credit Option chosen by the policy owner. The Index Credit will be paid at the end of the Term Period depending on the performance of the associated index. For this Credit Option, the associated index is [The Standard & Poor's 500 Index]. The Term Period is the [One Year] period beginning on the [Allocation Date].

The Index Credit for this crediting option allocation will be calculated as the Credit Option Accumulation Value on the Allocation Date (less indebtedness and withdrawals) times the greater A and B, where:

A=Guaranteed Minimum Interest Rate, [1] %.

B=The Index Average for the Term Period divided by the Index Value on the Allocation Date, minus 1, multiplied by the Participation Rate.

Index Dates begin one month from the Allocation Date. The Index Dates occur on the same numbered day each succeeding month as the Allocation Date. If the same numbered day does not exist in a month, the first preceding day that does exist will be used. There are 12 Index Dates for each Term Period.

The Index Value will be the closing value of the S&P 500® Index on a specified date. If the Index Value is not available for such date, the Index Value used for that date will be the Index Value on the first preceding trading day for which it is available.

Index Average is the average of the S&P 500® Index Value for the 12 Index Dates.

The Participation Rate is a percentage which will be declared by the Company. Once declared, it will be guaranteed for one Index Period. The Participation Rate will never be less than [10] % or greater than [200] %.

### **SAMPLE CALCULATIONS**

Assume a \$2,000 Credit Option Accumulation Value on Allocation Date 4/15 with Index Value 1000, a 70% Participation Rate and a Minimum Guaranteed Interest Rate of 1%. The Index Average and Index Credit are calculated as follows:

<u>Date</u>	<u>Index Reading</u>	<u>Date</u>	<u>Index Reading</u>	<u>Date</u>	<u>Index Reading</u>
5/15	1020	9/15	1100	1/15	1180
6/15	1040	10/15	1120	2/15	1160
7/15	1060	11/15	1140	3/15	1100
8/15	1080	12/15	1160	4/15	1040

Index Average = 13,200 divided by 12 = 1100

A = 1%

$$B = \left( \left( \frac{\text{Index Average}}{\text{Beginning Index Reading}} - 1 \right) \times \text{Participation Rate} \right)$$

$$= \left( \left( \frac{1,100}{1,000} - 1 \right) \times 70\% \right)$$

$$= ((1.10 - 1) \times 70\%)$$

$$= .10 \times 70\% = 7\%$$

Since B (7%) is greater than A (1%) the Index Credit is equal to the Credit Option Accumulation Value Times B, or \$2,000 times 7% = \$140.

**\*\*\*Other than the Guaranteed Values used in these sample calculations, all other values are hypothetical, and do not attempt to predict actual future Index Credits.\*\*\***



<i>SERFF Tracking Number:</i>	<i>BNLA-125502191</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Bankers Life and Casualty Company</i>	<i>State Tracking Number:</i>	<i>38659</i>
<i>Company Tracking Number:</i>	<i>L-19E</i>		
<i>TOI:</i>	<i>L09I Individual Life - Flexible Premium</i>	<i>Sub-TOI:</i>	<i>L09I.101 External Indexed - Single Life</i>
	<i>Adjustable Life</i>		
<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E</i>		

## Rate Information

Rate data does NOT apply to filing.

<i>SERFF Tracking Number:</i>	<i>BNLA-125502191</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Bankers Life and Casualty Company</i>	<i>State Tracking Number:</i>	<i>38659</i>
<i>Company Tracking Number:</i>	<i>L-19E</i>		
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	<i>Adjustable Life</i>		
<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E</i>		

## Supporting Document Schedules

### Review Status:

**Satisfied -Name:** Certification/Notice 02/21/2008

#### Comments:

#### Attachments:

Certificate of Compliance with.pdf  
AC-10814B-AR.pdf  
L-10175B.pdf  
READABILITY CERTIFICATION.pdf

### Review Status:

**Satisfied -Name:** Application 02/21/2008

#### Comments:

We plan to use previously approved application L-19300-AR which was approved by your Department on 12-02-05.

### Review Status:

**Bypassed -Name:** Outline of Coverage 02/21/2008

**Bypass Reason:** This is an individual life insurance policy.

#### Comments:

### Review Status:

**Satisfied -Name:** Disclosure and Claim Information 04/11/2008

for L-61E

#### Comments:

#### Attachments:

L-17380-CLAIM.pdf  
L-17380-DISC.pdf

### Review Status:

**Satisfied -Name:** Statement of Variability 04/11/2008

#### Comments:

#### Attachment:

<i>SERFF Tracking Number:</i>	<i>BNLA-125502191</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Bankers Life and Casualty Company</i>	<i>State Tracking Number:</i>	<i>38659</i>
<i>Company Tracking Number:</i>	<i>L-19E</i>		
<i>TOI:</i>	<i>L09I Individual Life - Flexible Premium Adjustable Life</i>	<i>Sub-TOI:</i>	<i>L09I.101 External Indexed - Single Life</i>
<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E</i>		

**L-19E - Statement of Variability.pdf**

<i>SERFF Tracking Number:</i>	<i>BNLA-125502191</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Bankers Life and Casualty Company</i>	<i>State Tracking Number:</i>	<i>38659</i>
<i>Company Tracking Number:</i>	<i>L-19E</i>		
<i>TOI:</i>	<i>L09I Individual Life - Flexible Premium</i>	<i>Sub-TOI:</i>	<i>L09I.101 External Indexed - Single Life</i>
	<i>Adjustable Life</i>		
<i>Product Name:</i>	<i>L-19E</i>		
<i>Project Name/Number:</i>	<i>Index Universal Life Policy/L-19E</i>		

**Review Status:**

**Satisfied -Name:** Certifications

06/02/2008

**Comments:**

**Attachments:**

AR Act Certs.pdf

AR Certification Regulation 34 cert.pdf

## Certificate of Compliance with Arkansas Rule and Regulation 19

Insurer: **Bankers Life and Casualty Company**

	L-19E	Indexed Flexible Premium Adjustable Life Insurance Policy
Form	L-61A	Primary Insured Term Insurance Rider
	L-61B	Additional Insured Level Term Insurance Rider
Number(s)	L-61C	Waiver of Cost Insurance Rider
:	L-61D	Children's Level Term Insurance Rider
	L-61E	Accelerated Benefit Rider For Terminal Illness
	L-17381-PTPC	S&P 500 ® Index One-Year Point-To-Point Credit Option Endorsement with Cap Strategy
	L-17381-PTP	S&P 500 ® Index One-Year Point-To-Point Credit Option Endorsement with Participation Rate Strategy
	L-17381-AVG	S&P 500 ® Index One-Year Monthly Averaging Credit Option Endorsement with Participation Rate Strategy
	L-17381-FR	Fixed Rate Credit Option Endorsement
	L-17380-DISC	Disclosure Statement For Accelerated Benefit Rider for Terminal Illness, Form L-61E
	L-17380-CLAIM	Statement of Effects of Accelerated Benefit on Policy Values and Benefits, Form L-61E

I hereby certify that the filing above meets all applicable Arkansas requirements including the requirements of Rule and Regulation 19 in regards to Unfair Sex Discrimination in the Sale of Insurance..

*Mariann Dobbs*

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Signature of Company Officer

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Mariann Dobbs  
Name

---

Assistant Secretary  
Title

---

April 11, 2008  
Date



## **LIMITATIONS AND EXCLUSIONS UNDER THE ARKANSAS LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION ACT**

Residents of this state who purchase life insurance, annuities or health and accident insurance should know that the insurance companies licensed in this state to write these types of insurance are members of the Arkansas Life and Health Insurance Guaranty Association ("Guaranty Association"). The purpose of the Guaranty Association is to assure that policy and contract owners will be protected, within certain limits, in the unlikely event that a member insurer becomes financially unable to meet its obligations. If this should happen, the Guaranty Association will assess its other member insurance companies for the money to pay the claims of policy owners who live in this state and, in some cases, to keep coverage in force. The valuable extra protection provided by the member insurers through the Guaranty Association is not unlimited, however. And, as noted in the box below, this protection is not a substitute for consumers' care in selecting insurance companies that are well managed and financially stable.

### **DISCLAIMER**

The Arkansas Life and Health Insurance Guaranty Association ("Guaranty Association") may not provide coverage for this policy. If coverage is provided, it may be subject to substantial limitations or exclusions and require continued residency in this state. You should not rely on coverage by the Guaranty Association in purchasing an insurance policy or contract.

Coverage is NOT provided for your policy or contract or any portion of it that is not guaranteed by the insurer or for which you have assumed the risk, such as non-guaranteed amounts held in a separate account under a variable life or variable annuity contract.

Insurance companies or their agents are required by law to provide you with this notice. However, insurance companies and their agents are prohibited by law from using the existence of the Guaranty Association to induce you to purchase any kind of insurance policy.

The Arkansas Life and Health Insurance Guaranty Association  
c/o The Liquidation Division  
1023 West Capitol  
Little Rock, Arkansas 72201

Arkansas Insurance Department  
1200 West Third Street  
Little Rock, Arkansas 72201-1904

The state law that provides for this safety-net is called the Arkansas Life and Health Insurance Guaranty Association Act ("Act"). Below is a brief summary of the Act's coverages, exclusions and limits. This summary does not cover all provisions of the Act; nor does it in any way change anyone's rights or obligations under the Act or the rights or obligations of the Guaranty Association.

## COVERAGE

Generally, individuals will be protected by the Guaranty Association if they live in this state and hold a life, annuity or health insurance contract or policy, or if they are insured under a group insurance contract issued by a member insurer. The beneficiaries, payees or assignees of policy or contract owners are protected as well, even if they live in another state.

## EXCLUSIONS FROM COVERAGE

However, persons owning such policies are NOT protected by the Guaranty Association if:

- \* They are eligible for protection under the laws of another state (this may occur when the insolvent insurer was incorporated in another state whose guaranty association protects insureds who live outside that state);
- \* The insurer was not authorized to do business in this state;
- \* Their policy or contract was issued by a nonprofit hospital or medical service organization, an HMO, a fraternal benefit society, a mandatory state pooling plan, a mutual assessment company or similar plan in which the policy or contract owner is subject to future assessments, or by an insurance exchange.

The Guaranty Association also does NOT provide coverage for:

- \* Any policy or contract or portion thereof which is not guaranteed by the insurer or for which the owner has assumed the risk, such as non-guaranteed amounts held in a separate account under a variable life or variable annuity contract;
- \* Any policy of reinsurance (unless an assumption certificate was issued);
- \* Interest rate yields that exceed an average rate;
- \* Dividends and voting rights and experience rating credits;
- \* Credits given in connection with the administration of a policy by a group contract holder;
- \* Employers' plans to the extent they are self-funded (that is, not insured by an insurance company, even if an insurance company administers them);
- \* Unallocated annuity contracts (which give rights to group contractholders, not individuals);
- \* Unallocated annuity contracts issued to/in connection with benefits plans protected under Federal Pension Benefit Corporation ("FPBC") (whether the FPBC is yet liable or not);
- \* Portions of an unallocated annuity contract not owned by a benefit plan or a government lottery (unless the owner is a resident) or issued to a collective investment trust or similar pooled fund offered by a bank or other financial institution);
- \* Portions of a policy or contract to the extent assessments required by law for the Guaranty Association are preempted by State or Federal law;
- \* Obligations that do not arise under the policy or contract, including claims based on marketing materials or side letters, riders, or other documents which do not meet filing requirements, or claims for policy misrepresentations, or extra-contractual or penalty claims;
- \* Contractual agreements establishing the member insurer's obligations to provide book value accounting guarantees for defined contribution benefit plan participants (by reference to a portfolio of assets owned by a nonaffiliated benefit plan or its trustees).

## LIMITS ON AMOUNT OF COVERAGE

The Act also limits the amount the Guaranty Association is obligated to cover: The Guaranty Association cannot pay more than what the insurance company would owe under a policy or contract. Also, for any one insured life, the Guaranty Association will pay a maximum of \$300,000 - no matter how many policies and contracts there were with the same company, even if they provided different types of coverages. Within this overall \$300,000 limit, the Association will not pay more than \$300,000 in health insurance benefits. \$300,000 in present value of annuity benefits, or \$300,000 in life insurance death benefits or net cash surrender values - again, no matter how many policies and contracts there were with the same company, and no matter how many different types of coverages. There is a \$1,000,000 limit with respect to any contract holder for unallocated annuity benefits, irrespective of the number of contracts held by the contract holder. These are limitations for which the Guaranty Association is obligated before taking into account either its subrogation and assignment rights or the extent to which those benefits could be provided out of the assets of the impaired or insolvent insurer.

## NOTICE TO APPLICANT

We are required to provide you the following information.

BANKERS LIFE AND CASUALTY COMPANY

Policyholders Service Office - Life Division

222 Merchandise Mart Plaza

Chicago, Illinois 60654-2001

Telephone: (312) 396-6000

Your Agent's Name: LEON JONES

Address: 10800 FINANCIAL CTR PKWY  
STE 150  
LITTLE ROCK AR 72211

Telephone: (501) 225-4760

If we at Bankers Life and Casualty Company fail to provide you with reasonable and adequate service, you should feel free to contact:

Arkansas Insurance Department

Consumer Service Division

400 University Tower Building

Little Rock, Arkansas 72204

Telephone: 1-800-852-5494

## READABILITY CERTIFICATION

Company Name: Bankers Life and Casualty Company

NAIC Number: 233-61263

As an officer of Bankers Life and Casualty Company, I hereby certify that the below captioned forms achieve the following readability scores as calculated by the Flesch Reading Ease Test and that these forms meet the reading ease requirements in your state.

Flesch Score	Form Number	Description
50.8	L-19E	Indexed Flexible Premium Adjustable Life Insurance Policy
61.7	L-61A	Primary Insured Term Insurance Rider
60.8	L-61B	Additional Insured Level Term Insurance Rider
51.8	L-61C	Waiver of Cost of Insurance Rider
54.5	L-61D	Children's Level Term Insurance Rider
55.8	L-61E	Accelerated Benefit Rider For Terminal Illness
57.0	L-17381-PTPC	S&P 500 ® Index One-Year Point-to-Point Credit Option Endorsement with Cap Strategy
55.5	L-17381-PTP	S&P 500 ® Index One-Year Point-to-Point Credit Option Endorsement with Participation Rate Strategy
56.8	L-17381-AVG	S&P 500 ® Index One-Year Monthly Averaging Credit Option Endorsement with Participation Rate Strategy
50.1	L-17381-FR	Fixed Rate Credit Option Endorsement



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**Mariann Dobbs**  
**Assistant Secretary**

**4/2/2008**

**DATE**

# **BANKERS LIFE AND CASUALTY COMPANY**

**Chicago, Illinois**

Administrative Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]

## **Statement of Effects of Accelerated Benefit on Policy Values and Benefits**

**Policy Number:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**Insured:** \_\_\_\_\_

**Owner:** \_\_\_\_\_ **Irrevocable Beneficiary:** \_\_\_\_\_

A. Qualifying Event:

\_\_\_\_\_ Terminal Illness

B. Accelerated Benefit: \_\_\_\_\_

C. There is no additional premium charge for this benefit.

D. There is no Administrative Expense Charge for this benefit. However, interest will be accrued on the amount of the Accelerated Benefit as stated in the rider contract.

E. Impact on Policy Values:

Here is an illustration of the effect of the Accelerated Benefit payment on your policy:

1. Original Death Benefit Amount: \_\_\_\_\_

2. Accelerated Benefit Amount Requested: \_\_\_\_\_

3. Accelerated Benefit Amount determined (see rider contract for details): \_\_\_\_\_

4. Accrued Interest: \_\_\_\_\_

5. Total Lien against Policy Values: \_\_\_\_\_

6. Death Benefit Amount after Acceleration (net of Lien)\*: \_\_\_\_\_

7. Total Accumulation Value before Acceleration: \_\_\_\_\_

8. Total Accumulation Value after Acceleration: \_\_\_\_\_

9. Available Cash Surrender Value before Acceleration: \_\_\_\_\_

10. Available Cash Surrender Value after Acceleration (net of Lien)\*\*: \_\_\_\_\_

11. This Accelerated Benefit Rider is attached to and a part of a flexible premium life insurance policy. The grace period and termination provision of the policy continue to apply after payment of any Accelerated Benefit.

\*Death Benefit, as defined in the policy or rider, will be reduced by the amount of the Accelerated Benefit Amount plus accrued interest.

\*\*Access to Cash Surrender Value of the policy through policy loans, partial surrenders, or full surrender is limited to the excess of the Cash Surrender Value over the Insured's Accelerated Benefit Amount and the accrued interest on the Accelerated Benefit Amount.

12. Current outstanding policy loan balance: \_\_\_\_\_  
Future loan request will be limited to the maximum loan amount otherwise available, less Accelerated Benefits paid.

F. Limitation of the Accelerated Benefit:

1. This Accelerated Benefit Rider is NOT a long-term care policy or nursing home insurance policy. The amount this rider pays you may not be enough to cover your medical, nursing home, or other bills. You may use the money you receive from this rider for any purpose.
2. Accelerated benefits payable in the policy MAY BE TAXABLE. You should consult a personal tax advisor.
3. Receipt of Accelerated Benefits MAY AFFECT MEDICAID and SUPPLEMENTAL SECURITY INCOME ("SSI") eligibility. Without exercising your options to accelerate benefits, the mere fact that you own a policy with an accelerated benefits feature may not in and of itself affect your eligibility for these governmental programs. However, exercising the option to accelerate benefits and receive those benefits before you apply for these programs, or while you are receiving governmental benefits, may affect your initial or continued eligibility. Contact the Medicaid Unit of your local Department of Public Welfare and Social Security Administration office and your own attorney for more information.

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**BANKERS LIFE AND CASUALTY COMPANY**  
Chicago, Illinois  
**Administrative Office: [600 West Chicago Ave Chicago, Illinois 60610-2422]**

**Disclosure Statement For Accelerated Benefit Rider for Terminal Illness, Form L-61E**

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**Receipt of an accelerated benefit may be a taxable event. The Owner should consult his or her personal tax advisor.**

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Upon the terminal illness of the Primary Insured, the Owner may elect to accelerate the Death Benefit of the policy and the Primary Insured Term Insurance Rider.

**Qualifying Event**

An accelerated benefit can be elected under the Accelerated Benefit Rider For Terminal Illness only if the Primary Insured is diagnosed with a terminal illness. A terminal illness is an illness:

1. From which the Primary Insured is not expected to recover; and
2. From which the Primary Insured is expected to die within twelve months from the date of certification of a duly licensed physician

To exercise the accelerated benefit, the policy and rider must be in force and written notice of claim must be submitted to Us at our Administrative Office. Written notice of claim must include, but not limited to, certification of a duly licensed physician that the Primary Insured's life expectancy is 12 months or less from the date of certification. We will pay the accelerated benefit upon our acceptance of proof.

**Accelerated Benefit & Determination of Benefit Amount**

The Owner may elect to accelerate the Death Benefit of the policy and Primary Insured Term Insurance Rider, if rider is attached to the policy. The maximum accelerated benefit will be the lesser of:

1. 75% of the Death Benefit of the policy and Primary Insured Term Insurance Rider; minus any outstanding policy loans, unpaid policy loan interest and any previously paid accelerated benefit amount; or
2. \$250,000.

We will pay the accelerated benefit amount in a lump sum or in a manner agreed to by the Owner and Us. The minimum amount of any payment is \$500.00.

**Cost of Rider**

There are no cost- of-insurance charges for this rider.

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## Impact of Policy Values

We will charge interest on the amount of the accelerated benefit amount. The interest accrues daily at an interest rate, which is not greater than the greatest of:

1. The yield on 90-day U.S. Treasury Bills as of the latest quote on such bills; or
2. The maximum adjustable loan interest rate allowed by law; or
3. 6%

On the Policy Anniversary, the accrued interest will be added to the accelerated benefit amount and bear interest at the rate then in effect. Additional interest will not accrue if the accelerated benefit amount plus accrued interest equals the policy and/or rider Death Benefit less any debt. At such time, the policy will terminate.

## Conditions & Limitations

The payment of any accelerated benefit is subject to the following conditions:

1. The policy, the Primary Insured Term Insurance Rider and the accelerated benefit rider must be in force.
2. Any irrevocable beneficiary and/or assignee must approve the payment of an accelerated benefit.
3. If there is more than one accelerated benefit rider attached to the policy, the Owner can only receive accelerated benefits under one accelerated benefit rider at a time.
4. We reserve the right to set a maximum amount that we will pay under this and any other accelerated benefit rider on the life of the Primary Insured. If we do so, it will be no less than \$250,000.
5. This rider is not meant to cause the Owner to involuntarily access proceeds ultimately payable to the beneficiary. Therefore, the accelerated benefit will not be paid if:
  - a. The Owner is required by law to use this benefit to meet the claims of creditors, whether in bankruptcy or otherwise; or
  - b. The Owner is required by a government agency to use this benefit in order to apply for, obtain, or otherwise keep a government benefit or entitlement.

Proposed Insured Signature:

\_\_\_\_ - \_\_\_\_ - 20 \_\_\_\_  
DATE (mm-dd-yy)

Agent Signature:

\_\_\_\_ - \_\_\_\_ - 20 \_\_\_\_  
DATE (mm-dd-yy)



## Bankers Life and Casualty Company

### STATEMENT OF VARIABILITY

#### FORM L-19E – INDEXED FLEXIBLE PREMIUM ADJUSTABLE LIFE INSURANCE POLICY

Policy Form L-19E is an Indexed Flexible Premium Adjustable Life Insurance Policy to be issued by Bankers Life and Casualty Company. The language that is bracketed in the attached policy is intended to be illustrative and variable, and may be modified by Bankers Life and Casualty Company on a non-discriminatory basis as described below.

Bracketed Item	Description
<b>Cover Page</b>	
Address	Current Company Address for Administrative Office
(800) Telephone	Current 800 number
Secretary's Signature	Signature of current Secretary
President's Signature	Signature of current President
<b>Page 3</b>	
Primary Insured	Name of the Primary Insured for that particular issue
Issue Age / Sex	Issue Age of that particular Primary Insured / Male or Female
Class of Risk	<ul style="list-style-type: none"> <li>• Preferred Plus Non-tobacco: Issue Ages 18-75 for bands 2 and 3</li> <li>• Preferred Non-tobacco: Issue Ages 18-85 for bands 2 &amp; 3</li> <li>• Standard Non-tobacco: Issue Ages 0-85 for all bands</li> <li>• Standard Tobacco: Issue Ages 18-85 for all bands</li> <li>• Preferred Tobacco: Issue Ages 18-85 for bands 2 and 3</li> </ul>
Initial Specified Amount	Initial Specified Amount for that particular issue  <b>Specified Amount Bands:</b> Band 1: \$25,000 - \$99,999 Band 2: \$100,000 - \$499,999 Band 3: \$500,000+
Death Benefit Option	A or B
Policy Date	Policy Date for that particular issue
Maturity Date	Maturity Date for that particular issue
Allocation Date	The Date that funds are applied to Credit Option Accounts. Set for one day in the month for the life of the policy.
Policy Number	Policy Number for that particular issue
Issue Date	Issue Date for that particular issue
Initial Premium	Initial Premium For that particular issue
Planned Periodic Premium	Planned Periodic premium for that particular issue
Premium Frequency	Annual, Semi-Annual, Quarterly or Monthly – Electronic Funds Transfer
Minimum Annual Premium	Minimum annual premium for that particular issue
Target Annual Premium	Rate per \$1,000 of specified amount, varies based on, Issue Age, Sex, Class of Risk, and face amount band.
Index Credit Enhancement	Minimum 0.0% - Maximum 1.5% / Policy Anniversary Range Minimum 10 years- Maximum 25 years - The Index Credit Enhancement the policy is issued with is the one that the policy owner will have throughout the length of the policy.

<b>Page 3 (continued)</b>	
Fixed Rate Credit Option Enhancement	Minimum 0.0% - Maximum 1.5% / Policy Anniversary Range Minimum 10 years- Maximum 25 years - The Fixed Rate Credit Option Enhancement the policy is issued with is the one that the policy owner will have throughout the length of the policy.
Premium Expense Charges	Minimum 0% - Maximum 20% – The Premium Expense Charge the policy is issued with is the guaranteed maximum premium expense charge the policy owner will have throughout the length of the policy. At our discretion, we may charge a lower rate than the guaranteed maximum.
Monthly Administrative Fee Per Policy	Minimum \$0 – Maximum \$50 – The Monthly Administrative Fee the policy is issued with is the one that the policy owner will have throughout the length of the policy.
Monthly Administrative Fee Per \$1000 of Specified Amount	Minimum \$0 – Maximum \$135 – The Monthly Administrative Fee Per \$1000 of Specified Amount the policy is issued with is the one that the Policy Owner will have throughout the length of the policy.
<b>Page 4</b>	
Surrender Charge	Varies by Issue Age, Sex, Duration, and Class of Risk
<b>Page 5</b>	
Credit Option 1 –Fixed Rate	<p><b><u>Allocation Percentage</u></b> Policy Owner indicates the percentage to each Accumulation Value at time of application. (Available 5% allocations totaling 100%) The Policy Owner has the right to change the credit option allocation, subject to the terms of the credit option endorsement.</p> <p><b><u>Initial Interest Rate</u></b> This interest rate is bracketed as it may change each month. The minimum interest rate for this Credit Option is 1.00%.</p>
Option 2 – S&P 500® Index One-Year Point-To-Point with Cap Strategy	<p><b><u>Minimum Annual Index Cap Rate</u></b> Range is from 0% to 100%.</p> <p>The Minimum Annual Index Cap Rate is the lowest Annual Index Cap Rate that we may ever declare on the policy under this Credit Option. Once the policy is issued, the minimum Annual Index Cap Rate will not be changed. Future policies may have a higher or lower Minimum Annual Index Cap Rate that differs from in force contracts.</p> <p><b><u>Allocation Percentage</u></b> Policy Owner indicates the percentage to each Accumulation Value at time of application. (Available 5% allocations totaling 100%) The Policy Owner has the right to change the credit option allocation, subject to the terms of the credit option endorsement.</p> <p><b><u>Annual Index Cap</u></b> Range is from the Minimum Annual Index Cap to 100%</p> <p>The Annual Index Cap is guaranteed for the first Policy Year. The Annual Index Cap is a rate declared by Us for each Term Period under this Credit Option. The Annual Index Cap will be used in the calculation of the Crediting Rate for the Term Period. We may declare a new Annual Index Cap on or before each Allocation Date, and it will remain unchanged during the Term Period.</p>

**Page 5 (Continued)**

Option 3 – S&P 500® Index One-Year Point-To-Point with Participation Rate Strategy

**Minimum Participation Rate**

Range is from 0% to 200%

The Minimum Participation Rate is the lowest Participation Rate that we may ever declare on the policy under this Credit Option. Once the policy is issued, the minimum Participation Rate will not be changed. Future policies may have a higher or Minimum Participation Rate that differs from in force contracts.

**Allocation Percentage**

Policy Owner indicates the percentage to each Accumulation Value at time of application. (Available 5% allocations totaling 100%) The Policy Owner has the right to change the credit option allocation, subject to the terms of the credit option endorsement.

**Participation Rate**

Range is from the Minimum Participation Rate to 200%

The Participation Rate is guaranteed for the first Policy Year. The Participation Rate is a rate declared by Us for each Term Period under this Credit Option. The Participation Rate will be used in the calculation of the Crediting Rate for the Term Period. We may declare a new Participation Rate on or before each Allocation Date, and it will remain unchanged during the Term Period.

Option 4– S&P 500® Index One-Year Monthly Averaging with Participation Rate Strategy

**Minimum Participation Rate**

Range is from 0% to 200%

The Minimum Participation Rate is the lowest Participation Rate that we may ever declare on the policy under this Credit Option. Once the policy is issued, the Minimum Participation Rate will not be changed. Future policies may have a higher or lower Minimum Participation Rate that differs from in force contracts.

**Allocation Percentage**

Policy Owner indicates the percentage to each Accumulation Value at time of application. (Available 5% allocations totaling 100%) The Policy Owner has the right to change the credit option allocation, subject to the terms of the credit option endorsement.

**Participation Rate**

Range is from the Minimum Participation Rate to 200%

The Participation Rate is guaranteed for the first Policy Year. The Participation Rate is a rate declared by Us for each Term Period under this Credit Option. The Participation Rate will be used in the calculation of the Crediting Rate for the Term Period. We may declare a new Participation Rate on or before each Allocation Date, and it will remain unchanged during the Term Period.

<b>Page 7</b>	
Policy/Rider Benefit Schedule	<p>Schedule reflects the benefits on the policy. The schedule shows:</p> <ul style="list-style-type: none"> <li>• Form number of policy and optional riders elected by applicant</li> <li>• Benefit Description</li> <li>• Specified Amount for base policy and rider(s)</li> <li>• Initial Monthly Cost of Insurance for policy and rider(s)</li> <li>• Expiry Date – gives date benefit ends</li> </ul>
<b>Page 7A</b>	
Additional Benefits/Rider	<p>This page provides additional information on the optional Benefits/Rider elected on the policy that has a cost of insurance charge. This page shows the benefit, benefit amount, premium paying period (years) and the representative annual cost of insurance for years 1-20, Age 60, Age 70, Age 95 and Age 120</p>
<b>Page 8</b>	
Table of Guaranteed Monthly Policy Cost of Insurance Rates Per \$1,000 of Net Amount of Risk	<p>The highest rates that the Company will apply to calculate the monthly cost of insurance. The basis of values is based on the 2001 Commissioner's Standard Ordinary Table, age last birthday, sex and smoker distinct, ultimate mortality table.</p>
<b>Page 9</b>	
Table of Net Single Premiums	<p>The Net Single Premium – are based on the 2001 Commissioner's Standard Ordinary Table, age last birthday, sex and smoker distinct, ultimate mortality table and 4% interest.</p>
<b>Back Cover Page</b>	
Address	Current Company Address for Administrative Office
(800) Telephone	Current 800 number

# **BANKERS LIFE AND CASUALTY COMPANY**

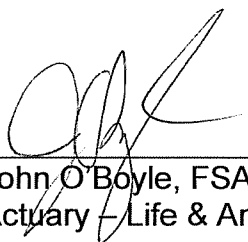
*Home Office: 600 West Chicago Ave Chicago, Illinois 60610-2422*

## **L-19E, Indexed Flexible Premium Adjustable Life Insurance Policy**

The company will address external-indexed contracts separately in the actuarial memorandum backing the annual (Section 8) actuarial opinion addressing each year the amount and type of assets held and the level of reserves and how developed.

The company will establish and maintain a detailed file defining the system for hedging. Results of regular analysis of the effectiveness of the system will be made a part of the file.

Bankers Life and Casualty Company

A handwritten signature in black ink, appearing to read 'JOHN O'BOYLE', is written over a horizontal line.

John O'Boyle, FSA, MAAA  
Actuary - Life & Annuity Product Development

DATE: May 28, 2008

## BULLETIN 11-83

### EXHIBIT A (REVISED)

#### CONSENT TO SUBMIT RATES AND/OR COST BASES FOR APPROVAL

The Bankers Life and Casualty Company ("Company") of Chicago, Illinois does here by consent and agree that where the policy is a flexible or indeterminate premium whole life policy which provides for frequent changes in interest rates based on financial market conditions, the company may file a range of rates it will stay within and will notify the Department at least sixty (60) days prior to any change in the range of rates. The company will also document the method used to calculate its premium range of rates.

Bankers Life and Casualty Company  
Company

By: \_\_\_\_\_

\_\_\_\_\_  
John O'Boyle, FSA, MAAA  
Actuary – Life & Annuity Product Development

# ARKANSAS CERTIFICATE

RE: L-19E

I hereby certify, as an officer of the company, that the above policy form is in compliance with Regulations 34 and the External Indexed Guidelines.



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**Mariann Dobbs**  
**Assistant Secretary**

**05/28/08**

**DATE**